



QUARTERLY STATEMENT

AS OF MARCH 31, 2016
OF THE CONDITION AND AFFAIRS OF THE

Health Alliance Plan of Michigan

| | | | | | | |
|---------------------------------------|---------------------------------|----------------|---|---|---|------------|
| NAIC Group Code | 1311 | 1311 | NAIC Company Code | 95844 | Employer's ID Number | 38-2242827 |
| | (Current Period) | (Prior Period) | | | | |
| Organized under the Laws of | Michigan | | | State of Domicile or Port of Entry | Michigan | |
| Country of Domicile | United States | | | | | |
| Licensed as business type: | Life, Accident & Health [] | | Property/Casualty [] | | Hospital, Medical & Dental Service or Indemnity [] | |
| | Dental Service Corporation [] | | Vision Service Corporation [] | | Health Maintenance Organization [X] | |
| | Other [] | | | | Is HMO Federally Qualified? Yes [X] No [] | |
| Incorporated/Organized | 06/27/1978 | | Commenced Business | | 02/08/1979 | |
| Statutory Home Office | 2850 West Grand Boulevard | | | Detroit, MI, US 48202 | | |
| | (Street and Number) | | | (City or Town, State, Country and Zip Code) | | |
| Main Administrative Office | 2850 West Grand Boulevard | | Detroit, MI, US 48202 | | 313-872-8100 | |
| | (Street and Number) | | (City or Town, State, Country and Zip Code) | | (Area Code) (Telephone Number) | |
| Mail Address | 2850 West Grand Boulevard | | Detroit, MI, US 48202 | | | |
| | (Street and Number or P.O. Box) | | (City or Town, State, Country and Zip Code) | | | |
| Primary Location of Books and Records | 2850 West Grand Boulevard | | Detroit, MI, US 48202 | | 248-443-1093 | |
| | (Street and Number) | | (City or Town, State, Country and Zip Code) | | (Area Code) (Telephone Number) | |
| Internet Web Site Address | www.hap.org | | | | | |
| Statutory Statement Contact | Dianna L. Ronan CPA | | | 248-443-1093 | | |
| | (Name) | | | (Area Code) (Telephone Number) (Extension) | | |
| | dronan@hap.org | | | 248-443-8610 | | |
| | (E-Mail Address) | | | (FAX Number) | | |

OFFICERS

| Name | Title | Name | Title |
|-----------------------|-------------------|------------------|---------------------|
| Wright L Lassiter III | President and CEO | Todd E Hutchison | Treasurer |
| Edith L Eisenmann | Secretary | Dan E Champney | Assistant Secretary |

OTHER OFFICERS

| | | | |
|--|--|--|--|
| | | | |
|--|--|--|--|

DIRECTORS OR TRUSTEES

| | | | |
|--------------------------|-------------------------|--------------------------|----------------------|
| Marvin W Beatty | Shari L Burgess | Sandra A Cavette MPH RDH | Rosalind E Denning # |
| Colleen M Ezzeddine Ph D | Joyce V Hayes-Giles | Harvey Hollins III | Jamie C Hsu Ph D |
| Wright L Lassiter III | Raymond C Lope' | Judith S Milosic | Susanne M Mitchell |
| Marguerite S Rigby | Michelle B Schreiber MD | James G Vella | |
| | | | |
| | | | |

State of Michigan ss
County of Wayne

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

| | | |
|--|-------------------------------|--------------------------------|
| Wright L Lassiter III President and CEO | Todd E Hutchison Treasurer | Edith L Eisenmann Secretary |
|--|-------------------------------|--------------------------------|

| | | |
|--|--------------------------------|------------------|
| Subscribed and sworn to before me this day of , | a. Is this an original filing? | Yes [X] No [] |
| | b. If no: | |
| | 1. State the amendment number | |
| | 2. Date filed | |
| | 3. Number of pages attached | |

Roderick Irwin Curry, Notary
August 14 2020

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

ASSETS

| | Current Statement Date | | | 4 December 31 Prior Year Net Admitted Assets |
|---|------------------------|--------------------|--------------------------------------|---|
| | 1 | 2 | 3 | |
| | Assets | Nonadmitted Assets | Net Admitted Assets (Cols. 1 - 2) | |
| 1. Bonds | 61,196,394 | | 61,196,394 | 60,569,185 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | | | 0 | 0 |
| 2.2 Common stocks | 196,078,031 | | 196,078,031 | 154,082,332 |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | | | 0 | 0 |
| 3.2 Other than first liens | | | 0 | 0 |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less \$ encumbrances) | 11,998,261 | 8,120,327 | 3,877,934 | 3,915,349 |
| 4.2 Properties held for the production of income (less \$ encumbrances) | | | 0 | 0 |
| 4.3 Properties held for sale (less \$ encumbrances) | | | 0 | 0 |
| 5. Cash (\$ (8,268,313)), cash equivalents (\$0) and short-term investments (\$192,673,134) | 184,404,821 | | 184,404,821 | 216,282,216 |
| 6. Contract loans (including \$ premium notes) | | | 0 | 0 |
| 7. Derivatives | 0 | | 0 | 0 |
| 8. Other invested assets | 10,518,396 | | 10,518,396 | 10,604,319 |
| 9. Receivables for securities | | | 0 | 51,260 |
| 10. Securities lending reinvested collateral assets | | | 0 | 0 |
| 11. Aggregate write-ins for invested assets | 1,550,263 | 0 | 1,550,263 | 1,490,307 |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 465,746,166 | 8,120,327 | 457,625,839 | 446,994,967 |
| 13. Title plants less \$ charged off (for Title insurers only) | | | 0 | 0 |
| 14. Investment income due and accrued | 439,861 | | 439,861 | 411,367 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 29,355,265 | 306,838 | 29,048,427 | 31,368,968 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums) | | | 0 | 0 |
| 15.3 Accrued retrospective premiums (\$6,955,923) and contracts subject to redetermination (\$1,906,205) | 8,862,128 | | 8,862,128 | 4,456,205 |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | 3,647,622 | | 3,647,622 | 5,268,631 |
| 16.2 Funds held by or deposited with reinsured companies | | | 0 | 0 |
| 16.3 Other amounts receivable under reinsurance contracts | | | 0 | 0 |
| 17. Amounts receivable relating to uninsured plans | 6,584,120 | | 6,584,120 | 8,841,261 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | | | 0 | 0 |
| 18.2 Net deferred tax asset | | | 0 | 0 |
| 19. Guaranty funds receivable or on deposit | | | 0 | 0 |
| 20. Electronic data processing equipment and software | 81,105,083 | 77,674,429 | 3,430,654 | 4,128,976 |
| 21. Furniture and equipment, including health care delivery assets (\$) | 6,146,012 | 6,146,012 | 0 | 0 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | 0 | 0 |
| 23. Receivables from parent, subsidiaries and affiliates | 6,898,273 | | 6,898,273 | 8,303,632 |
| 24. Health care (\$18,113,026) and other amounts receivable | 21,530,032 | 3,383,819 | 18,146,213 | 21,014,681 |
| 25. Aggregate write-ins for other-than-invested assets | 13,403,157 | 6,774,032 | 6,629,125 | 89,147 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 643,717,719 | 102,405,457 | 541,312,262 | 530,877,835 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | 0 | 0 |
| 28. Total (Lines 26 and 27) | 643,717,719 | 102,405,457 | 541,312,262 | 530,877,835 |
| DETAILS OF WRITE-INS | | | | |
| 1101. Deferred Compensation | 1,512,124 | | 1,512,124 | 1,452,636 |
| 1102. Rabbi Trust | 38,139 | | 38,139 | 37,670 |
| 1103. | | | 0 | 0 |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | 0 | 0 | 0 | 0 |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | 1,550,263 | 0 | 1,550,263 | 1,490,307 |
| 2501. Prepaid Expense | 6,774,032 | 6,774,032 | 0 | 0 |
| 2502. Receivable from Trusts | 6,460,986 | | 6,460,986 | |
| 2503. Other Assets | 134,155 | | 134,155 | 57,843 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 33,984 | 0 | 33,984 | 31,304 |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 13,403,157 | 6,774,032 | 6,629,125 | 89,147 |

LIABILITIES, CAPITAL AND SURPLUS

| | Current Period | | | Prior Year |
|---|------------------|----------------|------------------|------------------|
| | 1 Covered | 2 Uncovered | 3 Total | 4 Total |
| 1. Claims unpaid (less \$321,243 reinsurance ceded)..... |141,109,040 |2,765 |141,111,805 |159,042,189 |
| 2. Accrued medical incentive pool and bonus amounts |8,945,051 | |8,945,051 |8,261,171 |
| 3. Unpaid claims adjustment expenses |2,217,069 | |2,217,069 |2,507,621 |
| 4. Aggregate health policy reserves including the liability of \$1,368,083 for medical loss ratio rebate per the Public Health Service Act..... |15,884,502 | |15,884,502 |18,677,502 |
| 5. Aggregate life policy reserves | | |0 |0 |
| 6. Property/casualty unearned premium reserve | | |0 |0 |
| 7. Aggregate health claim reserves | | |0 |0 |
| 8. Premiums received in advance |18,664,201 | |18,664,201 |18,042,116 |
| 9. General expenses due or accrued |54,450,367 | |54,450,367 |47,036,778 |
| 10.1 Current federal and foreign income tax payable and interest thereon (including \$ on realized gains (losses)) | | |0 |0 |
| 10.2 Net deferred tax liability..... | | |0 |0 |
| 11. Ceded reinsurance premiums payable | | |0 |0 |
| 12. Amounts withheld or retained for the account of others | | |0 |0 |
| 13. Remittances and items not allocated | | |0 |0 |
| 14. Borrowed money (including \$5,000,000 current) and interest thereon \$0 (including \$0 current) |27,916,676 | |27,916,676 |29,166,675 |
| 15. Amounts due to parent, subsidiaries and affiliates |2,398,490 | |2,398,490 |8,279,422 |
| 16. Derivatives..... | |0 |0 |0 |
| 17. Payable for securities |379,750 | |379,750 |731,964 |
| 18. Payable for securities lending | | |0 |0 |
| 19. Funds held under reinsurance treaties (with \$ authorized reinsurers, \$ unauthorized reinsurers and \$ certified reinsurers) | | |0 |0 |
| 20. Reinsurance in unauthorized and certified (\$) companies | | |0 |0 |
| 21. Net adjustments in assets and liabilities due to foreign exchange rates | | |0 |0 |
| 22. Liability for amounts held under uninsured plans |1,152 | |1,152 |234,008 |
| 23. Aggregate write-ins for other liabilities (including \$ current) |33,078,069 |0 |33,078,069 |32,412,102 |
| 24. Total liabilities (Lines 1 to 23)..... |305,044,367 |2,765 |305,047,132 |324,391,549 |
| 25. Aggregate write-ins for special surplus funds | XXX | XXX |0 |19,734,740 |
| 26. Common capital stock | XXX | XXX | |0 |
| 27. Preferred capital stock | XXX | XXX | |0 |
| 28. Gross paid in and contributed surplus | XXX | XXX |30,170,511 |170,511 |
| 29. Surplus notes | XXX | XXX | |0 |
| 30. Aggregate write-ins for other-than-special surplus funds | XXX | XXX |0 |0 |
| 31. Unassigned funds (surplus) | XXX | XXX |206,094,618 |186,581,035 |
| 32. Less treasury stock, at cost: | | | | |
| 32.1 shares common (value included in Line 26 \$) | XXX | XXX | |0 |
| 32.2 shares preferred (value included in Line 27 \$) | XXX | XXX | |0 |
| 33. Total capital and surplus (Lines 25 to 31 minus Line 32) | XXX | XXX |236,265,129 |206,486,286 |
| 34. Total liabilities, capital and surplus (Lines 24 and 33) | XXX | XXX |541,312,262 |530,877,835 |
| DETAILS OF WRITE-INS | | | | |
| 2301. Pension Liability - Long Term..... |28,977,516 | |28,977,516 |28,892,673 |
| 2302. Retiree Health Benefits..... |1,648,411 | |1,648,411 |1,592,312 |
| 2303. Deferred Compensation..... |1,512,124 | |1,512,124 |1,452,636 |
| 2398. Summary of remaining write-ins for Line 23 from overflow page |940,018 |0 |940,018 |474,480 |
| 2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above) |33,078,069 |0 |33,078,069 |32,412,102 |
| 2501. Surplus Appropriated for ACA Section 9010 Fee Due in 2016..... | XXX | XXX | |19,734,740 |
| 2502. | XXX | XXX | |0 |
| 2503. | XXX | XXX | |0 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | XXX | XXX |0 |0 |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | XXX | XXX |0 |19,734,740 |
| 3001. | XXX | XXX | |0 |
| 3002. | XXX | XXX | |0 |
| 3003. | XXX | XXX | |0 |
| 3098. Summary of remaining write-ins for Line 30 from overflow page | XXX | XXX |0 |0 |
| 3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above) | XXX | XXX |0 |0 |

STATEMENT OF REVENUE AND EXPENSES

| | Current Year To Date | | Prior Year To Date | Prior Year Ended December 31 |
|---|----------------------|--------------|--------------------|---------------------------------|
| | 1 Uncovered | 2 Total | 3 Total | 4 Total |
| 1. Member Months..... | XXX | 895,027 | 1,012,305 | 3,945,250 |
| 2. Net premium income (including \$ non-health premium income)..... | XXX | 484,831,927 | 524,246,366 | 2,070,253,077 |
| 3. Change in unearned premium reserves and reserve for rate credits | XXX | | 0 | 0 |
| 4. Fee-for-service (net of \$ medical expenses) | XXX | | 0 | 0 |
| 5. Risk revenue | XXX | | 0 | 0 |
| 6. Aggregate write-ins for other health care related revenues | XXX | 0 | 0 | 0 |
| 7. Aggregate write-ins for other non-health revenues | XXX | 0 | 0 | (490,120) |
| 8. Total revenues (Lines 2 to 7) | XXX | 484,831,927 | 524,246,366 | 2,069,762,957 |
| Hospital and Medical: | | | | |
| 9. Hospital/medical benefits | | 327,772,535 | 331,224,177 | 1,445,547,537 |
| 10. Other professional services | | 10,378,723 | 0 | 7,438,930 |
| 11. Outside referrals | | 1,356,014 | 13,929,623 | 8,476,920 |
| 12. Emergency room and out-of-area | | 20,158,449 | 40,353,440 | 97,493,615 |
| 13. Prescription drugs | | 66,237,128 | 73,941,676 | 283,244,000 |
| 14. Aggregate write-ins for other hospital and medical..... | 0 | 0 | 9,977 | 10,991 |
| 15. Incentive pool, withhold adjustments and bonus amounts..... | | 1,367,666 | 3,743,640 | 8,955,287 |
| 16. Subtotal (Lines 9 to 15) | 0 | 427,270,515 | 463,202,533 | 1,851,167,280 |
| Less: | | | | |
| 17. Net reinsurance recoveries | | 1,333,717 | 1,381,981 | 5,787,723 |
| 18. Total hospital and medical (Lines 16 minus 17) | 0 | 425,936,798 | 461,820,552 | 1,845,379,557 |
| 19. Non-health claims (net)..... | | | 0 | 0 |
| 20. Claims adjustment expenses, including \$ 5,108,486 cost containment expenses..... | | 8,137,778 | 8,180,733 | 30,945,822 |
| 21. General administrative expenses..... | | 69,756,285 | 73,840,050 | 221,074,601 |
| 22. Increase in reserves for life and accident and health contracts (including \$ increase in reserves for life only)..... | | (2,793,000) | 0 | 16,005,000 |
| 23. Total underwriting deductions (Lines 18 through 22) | 0 | 501,037,861 | 543,841,335 | 2,113,404,980 |
| 24. Net underwriting gain or (loss) (Lines 8 minus 23) | XXX | (16,205,934) | (19,594,969) | (43,642,024) |
| 25. Net investment income earned | | 10,439,073 | 707,476 | 68,928,686 |
| 26. Net realized capital gains (losses) less capital gains tax of \$ | | (63,352) | (26,151) | (36,091,661) |
| 27. Net investment gains (losses) (Lines 25 plus 26) | 0 | 10,375,721 | 681,325 | 32,837,025 |
| 28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$) (amount charged off \$)] | | | 0 | 0 |
| 29. Aggregate write-ins for other income or expenses | 0 | 108,813 | 98,882 | 2,278,682 |
| 30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) | XXX | (5,721,401) | (18,814,761) | (8,526,317) |
| 31. Federal and foreign income taxes incurred | XXX | | 0 | 0 |
| 32. Net income (loss) (Lines 30 minus 31) | XXX | (5,721,401) | (18,814,761) | (8,526,317) |
| DETAILS OF WRITE-INS | | | | |
| 0601. | XXX | | 0 | 0 |
| 0602. | XXX | | 0 | 0 |
| 0603. | XXX | | 0 | 0 |
| 0698. Summary of remaining write-ins for Line 6 from overflow page | XXX | 0 | 0 | 0 |
| 0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above) | XXX | 0 | 0 | 0 |
| 0701. Gain/(Loss) on Sale of Assets..... | XXX | | 0 | (490,120) |
| 0702. | XXX | | 0 | 0 |
| 0703. | XXX | | 0 | 0 |
| 0798. Summary of remaining write-ins for Line 7 from overflow page | XXX | 0 | 0 | 0 |
| 0799. Totals (Lines 0701 through 0703 plus 0798) (Line 7 above) | XXX | 0 | 0 | (490,120) |
| 1401. Other Medical Expense..... | | | 9,977 | 10,991 |
| 1402. | | | 0 | 0 |
| 1403. | | | 0 | 0 |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | 0 | 0 | 0 | 0 |
| 1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) | 0 | 0 | 9,977 | 10,991 |
| 2901. Delta Dental Commission Revenues..... | | 108,290 | 97,990 | 423,652 |
| 2902. Other Revenue..... | | 523 | 892 | 35,130 |
| 2903. Realized Gain on Sale of Membership..... | | | 0 | 1,819,900 |
| 2998. Summary of remaining write-ins for Line 29 from overflow page | 0 | 0 | 0 | 0 |
| 2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above) | 0 | 108,813 | 98,882 | 2,278,682 |

STATEMENT OF REVENUE AND EXPENSES (Continued)

| | 1 | 2 | 3 |
|--|-------------------------|-----------------------|------------------------------------|
| | Current Year To Date | Prior Year To Date | Prior Year Ended December 31 |
| CAPITAL & SURPLUS ACCOUNT | | | |
| 33. Capital and surplus prior reporting year..... | 206,486,286 | 226,796,853 | 226,796,853 |
| 34. Net income or (loss) from Line 32 | (5,721,401) | (18,814,761) | (8,526,317) |
| 35. Change in valuation basis of aggregate policy and claim reserves | | 0 | 0 |
| 36. Change in net unrealized capital gains (losses) less capital gains tax of \$ | 5,103,018 | (7,106,881) | (42,551,800) |
| 37. Change in net unrealized foreign exchange capital gain or (loss) | | 0 | 0 |
| 38. Change in net deferred income tax | | 0 | 0 |
| 39. Change in nonadmitted assets | 397,225 | 683,240 | 34,435,483 |
| 40. Change in unauthorized and certified reinsurance | 0 | 0 | 0 |
| 41. Change in treasury stock | | 0 | 0 |
| 42. Change in surplus notes | 0 | 0 | 0 |
| 43. Cumulative effect of changes in accounting principles | | 0 | 0 |
| 44. Capital Changes: | | | |
| 44.1 Paid in | | 0 | 0 |
| 44.2 Transferred from surplus (Stock Dividend) | | 0 | 0 |
| 44.3 Transferred to surplus | | 0 | 0 |
| 45. Surplus adjustments: | | | |
| 45.1 Paid in | 30,000,000 | 0 | 0 |
| 45.2 Transferred to capital (Stock Dividend) | 0 | 0 | 0 |
| 45.3 Transferred from capital | | 0 | 0 |
| 46. Dividends to stockholders | | 0 | 0 |
| 47. Aggregate write-ins for gains or (losses) in surplus | 0 | 0 | (3,667,933) |
| 48. Net change in capital and surplus (Lines 34 to 47) | 29,778,843 | (25,238,402) | (20,310,566) |
| 49. Capital and surplus end of reporting period (Line 33 plus 48) | 236,265,129 | 201,558,451 | 206,486,286 |
| DETAILS OF WRITE-INS | | | |
| 4701. Additional Pension Liability..... | | 0 | (954,480) |
| 4702. Additional Retiree Health Benefits..... | | 0 | 449,561 |
| 4703. Additional SERP Liability..... | | 0 | (271) |
| 4798. Summary of remaining write-ins for Line 47 from overflow page | 0 | 0 | (3,162,743) |
| 4799. Totals (Lines 4701 through 4703 plus 4798) (Line 47 above) | 0 | 0 | (3,667,933) |

CASH FLOW

| | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|--|------------------------------|----------------------------|--------------------------------------|
| Cash from Operations | | | |
| 1. Premiums collected net of reinsurance..... | 483,133,546 | 523,981,245 | 2,083,094,390 |
| 2. Net investment income | 10,835,574 | 1,251,684 | 70,879,781 |
| 3. Miscellaneous income | 105,610 | 104,631 | 422,548 |
| 4. Total (Lines 1 to 3) | 494,074,730 | 525,337,560 | 2,154,396,720 |
| 5. Benefit and loss related payments | 440,089,858 | 458,683,511 | 1,860,018,974 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | | 0 | 0 |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 63,666,311 | 82,444,854 | 244,849,330 |
| 8. Dividends paid to policyholders | | 0 | 0 |
| 9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)..... | 0 | 0 | 0 |
| 10. Total (Lines 5 through 9) | 503,756,169 | 541,128,364 | 2,104,868,304 |
| 11. Net cash from operations (Line 4 minus Line 10) | (9,681,439) | (15,790,805) | 49,528,416 |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 5,914,022 | 10,120,792 | 33,301,128 |
| 12.2 Stocks | 6,479,577 | 1,088,828 | 6,364,031 |
| 12.3 Mortgage loans | 0 | 0 | 0 |
| 12.4 Real estate | 0 | 0 | 0 |
| 12.5 Other invested assets | 0 | 0 | 0 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | | 0 | 0 |
| 12.7 Miscellaneous proceeds | | 892,134 | 1,553,214 |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 12,393,599 | 12,101,754 | 41,218,372 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 6,672,102 | 10,937,605 | 35,446,983 |
| 13.2 Stocks | 43,374,196 | 1,825,300 | 29,495,083 |
| 13.3 Mortgage loans | 0 | 0 | 0 |
| 13.4 Real estate | 100,354 | 12,441 | 95,908 |
| 13.5 Other invested assets | 0 | 0 | 0 |
| 13.6 Miscellaneous applications | 300,954 | 0 | 0 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 50,447,607 | 12,775,346 | 65,037,974 |
| 14. Net increase (or decrease) in contract loans and premium notes | 0 | 0 | 0 |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) | (38,054,007) | (673,592) | (23,819,602) |
| Cash from Financing and Miscellaneous Sources | | | |
| 16. Cash provided (applied): | | | |
| 16.1 Surplus notes, capital notes | 0 | 0 | 0 |
| 16.2 Capital and paid in surplus, less treasury stock..... | 30,000,000 | 0 | 0 |
| 16.3 Borrowed funds | (1,250,000) | (1,250,000) | (5,000,000) |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | | 0 | 0 |
| 16.5 Dividends to stockholders | 0 | 0 | 0 |
| 16.6 Other cash provided (applied)..... | (12,891,949) | (8,996,682) | (18,202,236) |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)..... | 15,858,051 | (10,246,682) | (23,202,236) |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS | | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) | (31,877,395) | (26,711,079) | 2,506,579 |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year..... | 216,282,216 | 213,775,637 | 213,775,637 |
| 19.2 End of period (Line 18 plus Line 19.1) | 184,404,821 | 187,064,558 | 216,282,216 |

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

| | 1 | Comprehensive (Hospital & Medical) | | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|---|-------------|---------------------------------------|-------------|------------------------|----------------|----------------|---|-------------------------|-----------------------|-------|
| | | 2 | 3 | | | | | | | |
| | Total | Individual | Group | Medicare Supplement | Vision Only | Dental Only | Federal Employees Health Benefits Plan | Title XVIII Medicare | Title XIX Medicaid | Other |
| Total Members at end of: | | | | | | | | | | |
| 1. Prior Year | 317,226 | 12,275 | 221,462 | .0 | .0 | .0 | 19,996 | 63,493 | .0 | .0 |
| 2. First Quarter | 297,561 | 13,337 | 204,541 | .0 | .0 | .0 | 18,385 | 61,298 | .0 | .0 |
| 3. Second Quarter | .0 | .0 | .0 | .0 | .0 | .0 | .0 | .0 | .0 | .0 |
| 4. Third Quarter | .0 | | | | | | | | | |
| 5. Current Year | 0 | | | | | | | | | |
| 6. Current Year Member Months | 895,027 | 39,651 | 616,087 | | | | 55,287 | 184,002 | | |
| Total Member Ambulatory Encounters for Period: | | | | | | | | | | |
| 7. Physician | 293,742 | 8,383 | 204,684 | | | | 19,057 | 61,618 | | |
| 8. Non-Physician | 153,148 | 1,292 | 68,215 | | | | 6,769 | 76,872 | | |
| 9. Total | 446,890 | 9,675 | 272,899 | 0 | 0 | 0 | 25,826 | 138,490 | 0 | 0 |
| 10. Hospital Patient Days Incurred | 43,510 | 155 | 16,078 | | | | 1,349 | 25,928 | | |
| 11. Number of Inpatient Admissions | 8,517 | 49 | 3,621 | | | | 304 | 4,543 | | |
| 12. Health Premiums Written (a)..... | 485,435,093 | 12,899,810 | 271,557,413 | | | | 30,653,381 | 170,324,489 | | |
| 13. Life Premiums Direct..... | .0 | | | | | | | | | |
| 14. Property/Casualty Premiums Written | .0 | | | | | | | | | |
| 15. Health Premiums Earned | 485,435,093 | 12,899,810 | 271,557,413 | | | | 30,653,381 | 170,324,489 | | |
| 16. Property/Casualty Premiums Earned | .0 | | | | | | | | | |
| 17. Amount Paid for Provision of Health Care Services | 440,056,453 | 9,274,761 | 241,551,810 | | | | 29,951,255 | 159,278,627 | | |
| 18. Amount Incurred for Provision of Health Care Services | 427,270,505 | 15,570,358 | 227,113,181 | | | | 29,805,638 | 154,781,328 | | |

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$ 170,324,489

CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

[illegible]

UNDERWRITING AND INVESTMENT EXHIBIT
ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

| Line of Business | Claims Paid Year to Date | | Liability End of Current Quarter | | 5 Claims Incurred in Prior Years (Columns 1 + 3) | 6 Estimated Claim Reserve and Claim Liability Dec. 31 of Prior Year |
|---|---|---|--|---|---|--|
| | 1 On Claims Incurred Prior to January 1 of Current Year | 2 On Claims Incurred During the Year | 3 On Claims Unpaid Dec. 31 of Prior Year | 4 On Claims Incurred During the Year | | |
| 1. Comprehensive (hospital and medical) | 66,853,911 | 190,405,885 | 19,952,658 | 59,284,603 | 86,806,569 | 93,552,171 |
| 2. Medicare Supplement | | | | | 0 | 0 |
| 3. Dental only | | | | | 0 | 0 |
| 4. Vision only | | | | | 0 | 0 |
| 5. Federal Employees Health Benefits Plan | 7,641,623 | 21,878,665 | 950,976 | 4,873,670 | 8,592,599 | 5,559,181 |
| 6. Title XVIII - Medicare | 47,788,951 | 111,257,961 | 9,793,887 | 46,256,003 | 57,582,838 | 59,930,841 |
| 7. Title XIX - Medicaid | | | | | 0 | 0 |
| 8. Other health | | | | | 0 | 0 |
| 9. Health subtotal (Lines 1 to 8)..... | 122,284,485 | 323,542,511 | 30,697,521 | 110,414,276 | 152,982,006 | 159,042,193 |
| 10. Health care receivables (a) | 5,120,615 | | 5,579,263 | 13,604,341 | 10,699,878 | 20,976,737 |
| 11. Other non-health | | | | | 0 | 0 |
| 12. Medical incentive pools and bonus amounts | 564,215 | 119,571 | 7,696,956 | 1,248,095 | 8,261,171 | 8,261,171 |
| 13. Totals (Lines 9-10+11+12) | 117,728,085 | 323,662,082 | 32,815,214 | 98,058,030 | 150,543,299 | 146,326,627 |

(a) Excludes \$ loans or advances to providers not yet expensed.

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Practices - The accompanying financial statements of Health Alliance Plan of Michigan (the Corporation) have been prepared in accordance with the *NAIC Accounting Practices and Procedures Manual (NAPPM)* and the NAIC Annual and Quarterly Statement Instructions (NASI) to the extent that these accounting practices, procedures and reporting standards are not modified by accounting practices prescribed or permitted by the Michigan Department of Insurance and Financial Services (DIFS).

DIFS recognizes only statutory accounting practices prescribed or permitted by the State of Michigan for determining the financial condition and results of operation of an insurance company. The *NAPPM* has been adopted as a component of prescribed or permitted practices by DIFS.

A reconciliation of the Corporation’s net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Michigan are shown below:

| | <u>State of Domicile</u> | <u>2016</u> | <u>2015</u> |
|---|------------------------------|----------------------|----------------------|
| <u>NET INCOME</u> | | | |
| (1) HAP state basis (Page 4, Line 32, Columns 3 & 4) | Michigan | (\$5,721,000) | (\$8,526,000) |
| (2) State Prescribed Practices that increase/(decrease) NAIC SAP: NONE | Michigan | | |
| (3) State Permitted Practices that increase/(decrease) NAIC SAP: NONE | Michigan | | |
| (4) NAIC SAP (1-2-3=4) | Michigan | <u>(\$5,721,000)</u> | <u>(\$8,526,000)</u> |
| <u>SURPLUS</u> | | | |
| (5) HAP state basis (Page 3, Line 33, Columns 3 & 4) | Michigan | \$236,265,000 | \$206,486,000 |
| (6) State Prescribed Practices that increase/(decrease) NAIC SAP: NONE | Michigan | | |
| (7) State Permitted Practices that increase/(decrease) NAIC SAP: NONE | Michigan | | |
| (8) NAIC SAP (5-6-7=8) | Michigan | <u>\$236,265,000</u> | <u>\$206,486,000</u> |

B. Use of Estimates in the Preparation of the Financial Statements – No significant change.

C. Accounting Policy – No significant changes except as follows.

- (6) Loan-Backed Securities - loan backed securities are stated at amortized cost or the lower of amortized cost or fair value based on the NAIC designation of the underlying security unless prescribed otherwise by the NAIC. The retrospective method is used to value all securities. Amortized cost is determined utilizing the scientific interest method.

D. Going Concern

Management does not consider there to be any present conditions or events that would raise substantial doubt about the Corporation’s ability to continue as a going concern.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

Not applicable.

3. BUSINESS COMBINATIONS AND GOODWILL

A. Statutory Purchase method - No significant change.

B. Statutory Merger

- 1) The Corporation merged with HealthPlus of Michigan (HPM) on February 1, 2016.
- 2) The transaction was accounted for as a statutory merger.

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan
NOTES TO FINANCIAL STATEMENTS

3) No stock was issued.

4) Pre-merger separate revenue, net income, and other surplus adjustments for the one month ended 1/31/2016 were \$130,648,000, (\$3,219,000), \$-0-, respectively for the Corporation and \$31,049,000, \$33,000, \$-0-, respectively for HPM.

5) Not applicable. HPM was required to prepare statutory statements.

4. DISCONTINUED OPERATIONS

No significant change.

5. INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans - Not applicable.

B. Debt Restructuring - Not applicable.

C. Reverse Mortgages - Not applicable.

D. Loan-Backed Securities

(1) Prepayment assumptions for loan-backed and asset backed securities are obtained from broker dealer survey values.

(2) - (3) Securities with a recognized other-than-temporary-impairment (OTTI): HAP has not recognized any OTTI.

(4) Securities for which an other-than-temporary impairment has not been recognized in earnings as a realized loss:

a. The aggregate amount of unrealized losses:

1. Less than 12 months \$121,000.

2. 12 months or longer \$ 42,000.

b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 months \$15,690,000.

2. 12 months or longer \$ 2,764,000.

(5) In considering whether an investment is other-than-temporarily impaired, management considers its ability and intent to hold the investment, the severity of the decline in fair value and the duration of the impairment, among other factors. Management has determined that it has the ability and intent to hold indefinitely its investment in loan-backed securities and that the severity and duration of any impairments are insufficient to indicate an other-than-temporary impairment.

E. Repurchase Agreements and/or Securities Lending Transactions.

The Corporation does not presently have any holdings in repurchase agreements. While the Corporation may occasionally enter into repurchase agreements, any collateral pledged, sold or repledged as of the Balance Sheet date is not applicable.

For repurchase agreements, the Corporation's policies require collateral by cash or other eligible securities equal to at least 102% of the market value of the repurchase agreement. Eligible collateral includes: cash, U.S. Treasury securities, U.S. Government agency securities and high grade commercial paper.

Pursuant to its investment policy, the Corporation does not enter into securities lending transactions.

F. Real Estate - No significant change.

G. Investments in Low-Income Housing Tax Credits - Not applicable.

H. Restricted Assets – No significant change.

I. Working Capital Finance Investments – Not applicable.

J. Offsetting and Netting of Assets and Liabilities – No significant change.

K. Structured Notes – No significant change.

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

No significant change.

7. INVESTMENT INCOME

Not applicable.

8. DERIVATIVE INSTRUMENTS

Not applicable.

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

NOTES TO FINANCIAL STATEMENTS

9. INCOME TAXES

Not applicable.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

On February 1, 2016 the Corporation completed the merger with HealthPlus of Michigan, Inc (HPM). HPM had three wholly owned subsidiaries. HealthPlus Options, Inc. has merged with HAP Preferred, Inc. HealthPlus Partners, Inc. has been placed into trust to run out any remaining business. HealthPlus Insurance Company has also been placed into trust to run out any remaining business.

C. The Corporation received a capital contribution from its parent company, Henry Ford Health System, on February 19, 2016 in the amount of \$30,000,000. The Corporation also received a dividend in the amount of \$2,663,000 from its subsidiary Aministration Systems Research Corporation on January 22, 2016.

11. DEBT

No significant change.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

No significant change except for footnote 12A (4).

A. Defined Benefit Plan

(4) Components of net periodic benefit cost

| | Pension Benefits | | Postretirement Benefits | | Postemployment & Compensated Absence Benefits | |
|---|------------------|---------|-------------------------|-------|---|------|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| a. Service cost | \$882 | \$3,439 | \$8 | \$228 | | |
| b. Interest cost | 970 | 3,616 | 18 | 138 | | |
| c. Expected return on plan assets | (1,154) | (4,910) | | | | |
| d. Transition asset or obligation | 151 | 603 | (4) | (14) | N/A | N/A |
| e. Gains and losses | 602 | 2,561 | | 72 | | |
| f. Prior service cost or credit | (340) | (1,358) | 10 | 44 | | |
| g. Gain or loss recognized due to a settlement or curtailment | | | | (469) | | |
| h. Total net periodic benefit cost | \$1,111 | \$3,951 | \$32 | (\$1) | | |

13. CAPITAL AND SURPLUS, SHAREHOLDERS' DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

- 1. Capital Stock - Not applicable.
- 2. Preferred Stock - Not applicable.
- 3. Dividend Restrictions - No significant change.
- 4. Dividends Paid – Not applicable.
- 5. Portion of Company's profits that may be paid as ordinary dividends - No significant change.
- 6. Restrictions on unassigned funds (surplus) - Not applicable.
- 7. Advances to surplus not repaid - Not applicable.
- 8. Total amount of stock held by the Company for special purposes - Not applicable.
- 9. Changes in special surplus funds from the prior year - due to the moratorium on the annual fee under section 9010 of the Affordable Care Act that is due in 2017, no special surplus funds have been appropriated for 2016.
- 10. The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses - No significant change.
- 11. Surplus Notes - Not applicable.

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan
NOTES TO FINANCIAL STATEMENTS

12. The impact of any restatement due to a quasi-reorganization - Not applicable.

13. The effective date of any quasi-reorganization - Not applicable.

14. LIABILITIES, CONTINGENCIES AND ASSESSMENTS

A. Contingent Commitments - Not applicable.

B. Assessments – No significant change.

C. Gain Contingencies - Not applicable.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits - Not applicable.

E. Joint and Several Liabilities – No significant change.

F. All Other Contingencies

Risk Adjustment Data Validation Audits (“RADV audits”). CMS adjusts capitation payments to Medicare Advantage and Medicare Part D plans according to the predicted health status of each beneficiary, as supported by data provided by health care providers. The Company collects claim and encounter data from providers, who the Company generally relies on to appropriately code their claim submissions and document their medical records. CMS then determines the risk score and payment amount for each enrolled member based on the health care data submitted by the Company and member demographic information.

CMS performs RADV audits of selected Medicare Advantage health plans each year to validate the coding practices of and supporting documentation maintained by health care providers. These audits involve a review of medical records maintained by providers and may result in retrospective adjustments to payments made to health plans. To date, the Company has not been selected for audit by CMS. Payment years open for audit include 2011 and forward.

In December 2010, CMS published for public comment a new proposed RADV audit and payment adjustment methodology. The proposed methodology contains provisions allowing retroactive contract level payment adjustments for the year audited using an extrapolation of the “error rate” identified in audit samples. CMS also indicated that it anticipated the final methodology would be issued in the near future. Depending on the methodology utilized, potential payment adjustments could have a material adverse effect on the Company’s results of operations, financial position and cash flows.

15. LEASES

No significant change.

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

Not applicable.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

Not applicable.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY UNINSURED PLANS

A. ASO Plans - Not applicable.

B. ASC Plans - Not applicable.

C. Medicare or Similarly Structured Cost Based Reimbursement Contract - No significant change.

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

Not applicable.

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

NOTES TO FINANCIAL STATEMENTS

20. FAIR VALUE MEASUREMENT

A.

(1) Fair Value Measurements at Reporting Date

| Description | (Level 1) | (Level 2) | (Level 3) | Total |
|----------------------------|---------------|--------------|-----------|---------------|
| a. Assets at Fair Value | | | | |
| Bonds: | | | | |
| U.S. Governments | \$148,726,000 | | | \$148,726,000 |
| Industrial and Misc. | 31,572,000 | 495,000 | | 32,067,000 |
| Total Bonds | 180,298,000 | 495,000 | | 180,793,000 |
| Equity Securities: | | | | |
| Industrial and Misc. | 26,948,000 | 59,054,000 | | 86,002,000 |
| Other Invested Assets | | 10,518,000 | | 10,518,000 |
| Other Equity Securities | 1,550,000 | | | 1,550,000 |
| Total Common Stocks | 28,498,000 | 69,572,000 | | 98,070,000 |
| Total Assets at Fair Value | \$208,796,000 | \$70,067,000 | | \$278,863,000 |

- (2) The Corporation has no fair value measurements categorized within Level 3 of the fair value hierarchy.
- (3) The Corporation's policy for recognition of transfers between levels within the fair value hierarchy is to recognize the transfer on the actual date of the event or change in circumstances that caused the transfer. The Corporation had no transfers between levels.
- (4) The fair value measurements categorized within Level 2 of the fair value hierarchy reported by the Corporation are obtained primarily from independent pricing services and broker dealer quotes. Mortgage backed securities are submitted to the NAIC's Securities Valuation Office for modeling/valuation.
- (5) Derivative assets and liabilities – Not applicable.

B. Fair value information and information about other similar measurements disclosed under other accounting pronouncements combined with disclosures under SSAP No. 100, Fair Value Measurements - Not applicable.

C. Aggregate fair values of financial instruments and applicable levels within the fair value hierarchy

| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets/ Liabilities | (Level 1) | (Level 2) | (Level 3) | Not Practicable Carrying Value |
|------------------------------|----------------------|------------------------------|-------------|------------|-----------|--------------------------------|
| Bonds | 242,269,000 | 241,494,000 | 180,298,000 | 61,971,000 | | n/a |
| Common Stock | 98,070,000 | 98,070,000 | 28,498,000 | 69,572,000 | | n/a |

D. Financial instruments or classes of financial instruments for which fair value measurements are not determinable - Not applicable.

21. OTHER ITEMS

- A. Extraordinary Items - Not applicable.
- B. Troubled Debt Restructuring: Debtors - Not applicable.
- C. Other Disclosures and Unusual Items - Not applicable.
- D. Business Interruption Insurance Recoveries – Not applicable.
- E. State Transferable and Non-transferable Tax Credits - Not applicable.
- F. Subprime-Mortgage Related Risk Exposure – Not applicable.
- G. Retained Assets – Not applicable.

22. EVENTS SUBSEQUENT

Not applicable.

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan
NOTES TO FINANCIAL STATEMENTS

23. REINSURANCE

No significant change.

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

A – D. No significant change.

E. Risk-Sharing Provisions of the Affordable Care Act (ACA)

(1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO)? YES

(2) Impact of Risk-Sharing Provisions of the Affordable Care Act on Admitted Assets, Liabilities and Revenue for the Current Year

a. Permanent ACA Risk Adjustment Program

Assets

1. Premium adjustments receivable due to ACA Risk Adjustment \$1,906,000

Liabilities

2. Risk adjustment user fees payable for ACA Risk Adjustment \$ 39,000

3. Premium adjustments payable due to ACA Risk Adjustment \$ 4,730,000

Operations (Revenue and Expense)

4. Reported as revenue in premium for accident and health contracts (written/collected) due to ACA Risk Adjustment \$ 256,000

5. Reported in expenses as ACA risk adjustment user fees (incurred/paid) \$ 7,000

b. Transitional ACA Reinsurance Program

Assets

1. Amounts recoverable for claims paid due to ACA Reinsurance \$3,172,000.

2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability) \$ 221,000.

3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance \$N/A

Liabilities

4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium \$1,427,000.

5. Ceded reinsurance premiums payable due to ACA Reinsurance \$ 192,000.

6. Liabilities for amounts held under uninsured plans contributions for ACA reinsurance \$N/A

Operations (Revenue and Expense)

7. Ceded reinsurance premiums due to ACA Reinsurance \$ 192,000.

8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected \$ 58,000.

9. ACA Reinsurance contributions – not reported as ceded premium \$1,427,000.

c. Temporary ACA Risk Corridors Program

Assets

1. Accrued retrospective premium due to ACA Risk Corridors \$N/A

Liabilities

2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors \$ 690,000.

Operations (Revenue and Expense)

3. Effect of ACA Risk Corridors on net premium income (paid/received) \$ -0-.

4. Effect of ACA Risk Corridors on change in reserves for rate credits \$ -0-

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

NOTES TO FINANCIAL STATEMENTS

(3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance.

| | Accr During the Prior Yr on Bus Written Before Dec 31 of the Prior Year | | Rec'd or Paid as of the Curr Yr on Business Written Before Dec 31 of the Prior Yr | | Differences | | Adjustments | | Ref | Unsettled Bals as of Reporting Date | |
|---|---|------------|---|------------|---|---|---------------------|---------------------|-----|--|--|
| | 1 | 2 | 3 | 4 | Prior Year Accr Less Payments (Col 1-3) | Prior Year Accr Less Payments (Col 2-4) | To Pr Year Balances | To Pr Year Balances | | Cumulative Bal from Pr Years (Col 1-3+7) | Cumulative Bal from Pr Years (Col 2-4+8) |
| | | | | | 5 | 6 | 7 | 8 | | 1 | 2 |
| | | | | | Receiveable | (Payable) | Receiveable | (Payable) | | Receiveable | (Payable) |
| a. Permanent ACA Risk Adjustment Program | | | | | | | | | | | |
| 1. Premium adjustment receivable | 1,906,000 | | | | 1,906,000 | | | | A | 1,906,000 | |
| 2. Premium adjustments (payable) | | 4,505,000 | | | | 4,505,000 | | | B | | 4,505,000 |
| 3. Subtotal ACA Permanent Risk Adjustment program | 1,906,000 | 4,505,000 | | | 1,906,000 | 4,505,000 | 0 | | | 1,906,000 | 4,505,000 |
| b. Transitional ACA Reinsurance Program | | | | | | | | | | | |
| 1. Amounts recoverable for claims paid | 4,727,000 | | | | 4,727,000 | | | | C | 4,727,000 | |
| 2. Amounts recoverable for claims unpaid (contra liability) | (221,000) | | | | (221,000) | | | | D | (221,000) | |
| 3. Amounts receivable relating to uninsured plans | | | | | | | | | E | | |
| 4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium | | 11,140,000 | | 11,140,000 | | 0 | | | F | | 0 |
| 5. Ceded reinsurance premiums payable | | 424,000 | | 424,000 | | 0 | | | G | | 0 |
| 6. Liability for amounts hold under uninsured plans | | | | | | | | | H | | |
| 7. Subtotal ACA Transitional Reinsurance Program | 4,506,000 | 11,564,000 | 0 | 11,564,000 | 4,506,000 | 0 | 0 | | | 4,506,000 | 0 |
| c. Temporary ACA Risk Corridors Program | | | | | | | | | | | |
| 1. Accrued retrospective premium | | | | | | | | | I | | |
| 2. Reserve for rate credits or policy experience rating refunds | | 690,000 | | | | 690,000 | | | J | | 690,000 |
| 3. Subtotal ACA Risk Corridors Program | | 690,000 | | | | 690,000 | 0 | | | | 690,000 |
| d. Total for ACA Risk Sharing Provisions | 6,412,000 | 16,759,000 | 0 | 11,564,000 | 6,412,000 | 5,195,000 | 0 | 0 | | 6,412,000 | 5,195,000 |
| Explanations of Adjustments | | | | | | | | | | | |
| A. None. | | | | | | | | | | | |
| B. None | | | | | | | | | | | |
| C. None. | | | | | | | | | | | |
| D. None | | | | | | | | | | | |
| E. None | | | | | | | | | | | |
| F. None | | | | | | | | | | | |
| G. None | | | | | | | | | | | |
| H. None | | | | | | | | | | | |
| I. None | | | | | | | | | | | |
| J. None. | | | | | | | | | | | |

The Corporation has a liability outstanding for the ACA Risk Corridors Program in the amount of \$690,000 for the program year 2015. No adjustments have been made to this amount in 2016 and the Corporation does not expect to make payments for this liability until the third quarter of 2016.

25. CHANGE IN INCURRED CLAIMS AND CLAIM ADJUSTMENT EXPENSES

Claims and claims adjustment expense reserves as of December 31, 2015 were \$161,550,000. As of March 31, 2016 \$124,288,000 has been paid for incurred claims and claims adjustment expenses attributable to insured events of prior years. Claims and claims adjustment expense reserves remaining for prior years are now \$31,201,000. Changes in actuarial estimates of reserves attributable to insured events of prior years’ reflect revisions in estimates of medical cost trends and changes in claims processing patterns.

26. INTERCOMPANY POOLING ARRANGEMENTS

Not applicable.

27. STRUCTURED SETTLEMENTS

Not applicable.

28. HEALTH CARE RECEIVABLES

A. Pharmaceutical Rebate Receivables - No significant change.

B. Risk Sharing Receivables - Not applicable

29. PARTICIPATING POLICIES

Not applicable.

30. PREMIUM DEFICIENCY RESERVES

Not applicable.

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

NOTES TO FINANCIAL STATEMENTS

31. ANTICIPATED SALVAGE AND SUBROGATION

Not applicable.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☒ No ☐
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☒ No ☐
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒
- 2.2

If yes, date of change:
- 3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes ☒ No ☐

If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☒ No ☐
- 3.3

If the response to 3.2 is yes, provide a brief description of those changes.

Health Alliance Plan and HealthPlus of Michigan, Inc. have merged their operations effective February 1, 2016. HealthPlus Insurance Company and HealthPlus Partners, Inc. have ceased their operations and have been placed in trusts.
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☒ No ☐
- 4.2

If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

| 1 Name of Entity | 2 NAIC Company Code | 3 State of Domicile |
|------------------------------|------------------------|------------------------|
| HealthPlus of Michigan, Inc. | 95580 | MI |

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes ☒ No ☐ NA ☐

If yes, attach an explanation.
- 6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2012
- 6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2012
- 6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

02/10/2014
- 6.4

By what department or departments?

The Michigan Department of Insurance and Financial Services.
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☒ No ☐ NA ☐
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☒ No ☐ NA ☐
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒
- 7.2

If yes, give full information:
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☐ No ☒
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

| 1 Affiliate Name | 2 Location (City, State) | 3 FRB | 4 OCC | 5 FDIC | 6 SEC |
|---------------------|--------------------------------|----------|----------|-----------|----------|
| | | | | | |

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

Yes ☒ No ☐
- (a)

Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b)

Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c)

Compliance with applicable governmental laws, rules and regulations;
- (d)

The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e)

Accountability for adherence to the code.
- 9.11

If the response to 9.1 is No, please explain:
.....
- 9.2

Has the code of ethics for senior managers been amended?

Yes ☐ No ☒
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).
.....
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes ☐ No ☒
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).
.....

FINANCIAL

- 10.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?.....

Yes ☒ No ☐
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount:.....\$

0

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes ☐ No ☒
- 11.2

If yes, give full and complete information relating thereto:
.....
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$

0
13.

Amount of real estate and mortgages held in short-term investments:

\$

0
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes ☒ No ☐
- 14.2

If yes, please complete the following:

| | 1 | 2 |
|---|---|--|
| | Prior Year-End Book/Adjusted Carrying Value | Current Quarter Book/Adjusted Carrying Value |
| 14.21 Bonds | \$ | \$ |
| 14.22 Preferred Stock | \$ | \$ |
| 14.23 Common Stock | \$94,295,081 | \$109,190,213 |
| 14.24 Short-Term Investments | \$ | \$ |
| 14.25 Mortgage Loans on Real Estate | \$ | \$ |
| 14.26 All Other | \$ | \$ |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)..... | \$94,295,081 | \$109,190,213 |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above | \$ | \$ |

- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes ☐ No ☒
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes ☐ No ☐
- If no, attach a description with this statement.

GENERAL INTERROGATORIES

16 For the reporting entity's security lending program, state the amount of the following as of the current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

16.3 Total payable for securities lending reported on the liability page

\$

\$

\$

17. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*?

Yes [X] No []

17.1 For all agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

| 1 Name of Custodian(s) | 2 Custodian Address |
|---------------------------------|------------------------|
| The Northern Trust Company..... | Chicago, Illinois..... |
| Comerica Bank, NA..... | Detroit, Michigan..... |
| FirstMerit PrivateBank..... | Flint, Michigan..... |

17.2 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

| 1 Name(s) | 2 Location(s) | 3 Complete Explanation(s) |
|---------------------|------------------|------------------------------|
| Not applicable..... | | |

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?

Yes [X] No []

17.4 If yes, give full and complete information relating thereto:

| 1 Old Custodian | 2 New Custodian | 3 Date of Change | 4 Reason |
|------------------------------|-----------------------------|---------------------|--|
| JPMorgan Asset Management... | FirstMerit PrivateBank..... | 01/15/2016..... | Consolidated investments into one custodian..... |

17.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

| 1 Central Registration Depository | 2 Name(s) | 3 Address |
|--------------------------------------|--|-------------------------------|
| Not Applicable..... | Christopher Graunstadt..... | Detroit Michigan..... |
| 152606..... | Doubleline Capital LP..... | Los Angeles California..... |
| 104863..... | Income Research and Management..... | Boston Massachusetts..... |
| | J.P. Morgan Investment Management Inc..... | New York New York..... |
| 107038..... | Pacific Investment Management Company LLC..... | Newport Beach California..... |
| 104559..... | Post Advisory Group LLC..... | Santa Monica California..... |
| 108860..... | Sky Harbor Capital Management LLC..... | Greenwich Connecticut..... |
| 159020..... | Blackrock Advisors LLC..... | Wilmington Delaware..... |
| 106614..... | The Dreyfus Corporation..... | New York New York..... |
| 105642..... | Goldman Sachs Asset Management LP..... | New York New York..... |
| 107738..... | Fidelity management and Research Company..... | Boston Massachusetts..... |
| 108281..... | Wells Fargo Funds Management LLC..... | San Francisco California..... |
| 110841..... | FirstMerit PrivateBank..... | Flint, Michigan..... |
| 111223..... | | |

18.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed?

Yes [X] No []

18.2 If no, list exceptions:
.....

HealthPlus of Michigan, Inc.'s subsidiaries, HealthPlus Insurance Company and HealthPlus Partners, Inc., are no longer parties to the management agreements.

GENERAL INTERROGATORIES
PART 2 - HEALTH

| | | |
|-----|--|----------------|
| 1. | Operating Percentages: | |
| 1.1 | A&H loss percent..... | 88.3 % |
| 1.2 | A&H cost containment percent | 1.1 % |
| 1.3 | A&H expense percent excluding cost containment expenses..... | 15.5 % |
| 2.1 | Do you act as a custodian for health savings accounts?..... | Yes [] No [X] |
| 2.2 | If yes, please provide the amount of custodial funds held as of the reporting date..... | \$ 0 |
| 2.3 | Do you act as an administrator for health savings accounts?..... | Yes [] No [X] |
| 2.4 | If yes, please provide the balance of the funds administered as of the reporting date..... | \$ 0 |

SCHEDULE S - CEDED REINSURANCE

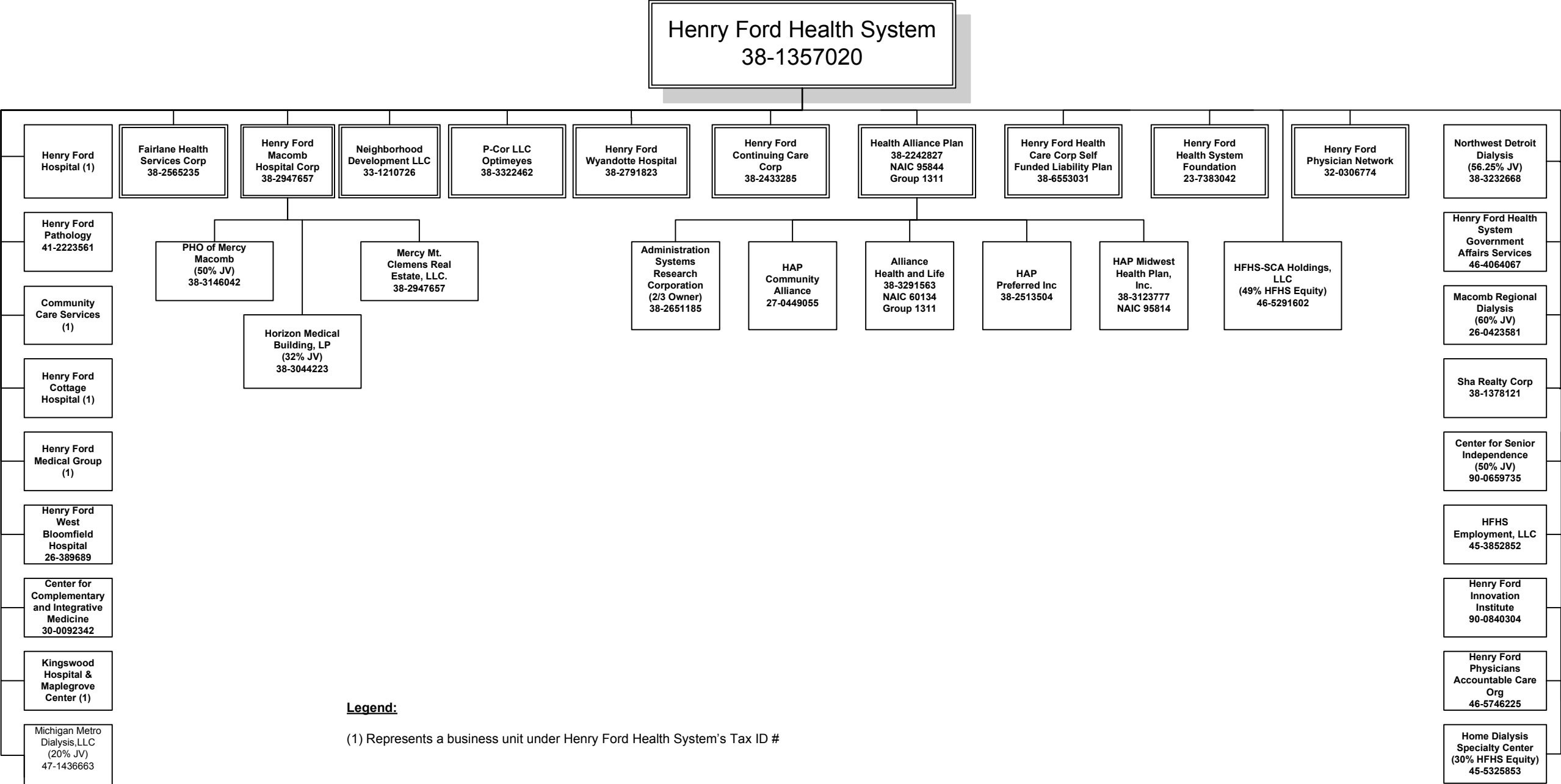
[illegible]

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

| Current Year to Date - Allocated by States and Territories | | | | | | | | | | |
|--|---------------|----------------------------|----------------------|--------------------|--|--|-----------------------------|---------------------------|------------------------|---|
| States, Etc. | 1 | Direct Business Only | | | | | | | | |
| | | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | |
| | Active Status | Accident & Health Premiums | Medicare Title XVIII | Medicaid Title XIX | Federal Employees Health Benefits Program Premiums | Life & Annuity Premiums & Other Considerations | Property/ Casualty Premiums | Total Columns 2 Through 7 | Deposit-Type Contracts | |
| 1. Alabama | AL | N | | | | | | 0 | | |
| 2. Alaska | AK | N | | | | | | 0 | | |
| 3. Arizona | AZ | N | | | | | | 0 | | |
| 4. Arkansas | AR | N | | | | | | 0 | | |
| 5. California | CA | N | | | | | | 0 | | |
| 6. Colorado | CO | N | | | | | | 0 | | |
| 7. Connecticut | CT | N | | | | | | 0 | | |
| 8. Delaware | DE | N | | | | | | 0 | | |
| 9. Dist. Columbia | DC | N | | | | | | 0 | | |
| 10. Florida | FL | N | | | | | | 0 | | |
| 11. Georgia | GA | N | | | | | | 0 | | |
| 12. Hawaii | HI | N | | | | | | 0 | | |
| 13. Idaho | ID | N | | | | | | 0 | | |
| 14. Illinois | IL | N | | | | | | 0 | | |
| 15. Indiana | IN | N | | | | | | 0 | | |
| 16. Iowa | IA | N | | | | | | 0 | | |
| 17. Kansas | KS | N | | | | | | 0 | | |
| 18. Kentucky | KY | N | | | | | | 0 | | |
| 19. Louisiana | LA | N | | | | | | 0 | | |
| 20. Maine | ME | N | | | | | | 0 | | |
| 21. Maryland | MD | N | | | | | | 0 | | |
| 22. Massachusetts | MA | N | | | | | | 0 | | |
| 23. Michigan | MI | L | 284,457,223 | 170,324,489 | 30,653,381 | | | 485,435,093 | | |
| 24. Minnesota | MN | N | | | | | | 0 | | |
| 25. Mississippi | MS | N | | | | | | 0 | | |
| 26. Missouri | MO | N | | | | | | 0 | | |
| 27. Montana | MT | N | | | | | | 0 | | |
| 28. Nebraska | NE | N | | | | | | 0 | | |
| 29. Nevada | NV | N | | | | | | 0 | | |
| 30. New Hampshire | NH | N | | | | | | 0 | | |
| 31. New Jersey | NJ | N | | | | | | 0 | | |
| 32. New Mexico | NM | N | | | | | | 0 | | |
| 33. New York | NY | N | | | | | | 0 | | |
| 34. North Carolina | NC | N | | | | | | 0 | | |
| 35. North Dakota | ND | N | | | | | | 0 | | |
| 36. Ohio | OH | N | | | | | | 0 | | |
| 37. Oklahoma | OK | N | | | | | | 0 | | |
| 38. Oregon | OR | N | | | | | | 0 | | |
| 39. Pennsylvania | PA | N | | | | | | 0 | | |
| 40. Rhode Island | RI | N | | | | | | 0 | | |
| 41. South Carolina | SC | N | | | | | | 0 | | |
| 42. South Dakota | SD | N | | | | | | 0 | | |
| 43. Tennessee | TN | N | | | | | | 0 | | |
| 44. Texas | TX | N | | | | | | 0 | | |
| 45. Utah | UT | N | | | | | | 0 | | |
| 46. Vermont | VT | N | | | | | | 0 | | |
| 47. Virginia | VA | N | | | | | | 0 | | |
| 48. Washington | WA | N | | | | | | 0 | | |
| 49. West Virginia | WV | N | | | | | | 0 | | |
| 50. Wisconsin | WI | N | | | | | | 0 | | |
| 51. Wyoming | WY | N | | | | | | 0 | | |
| 52. American Samoa | AS | N | | | | | | 0 | | |
| 53. Guam | GU | N | | | | | | 0 | | |
| 54. Puerto Rico | PR | N | | | | | | 0 | | |
| 55. U.S. Virgin Islands | VI | N | | | | | | 0 | | |
| 56. Northern Mariana Islands | MP | N | | | | | | 0 | | |
| 57. Canada | CAN | N | | | | | | 0 | | |
| 58. Aggregate other alien | OT | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 59. Subtotal | XXX | 284,457,223 | 170,324,489 | 0 | 30,653,381 | 0 | 0 | 485,435,093 | | 0 |
| 60. Reporting entity contributions for Employee Benefit Plans | XXX | | | | | | | 0 | | |
| 61. Total (Direct Business) | (a) 1 | 284,457,223 | 170,324,489 | 0 | 30,653,381 | 0 | 0 | 485,435,093 | | 0 |
| DETAILS OF WRITE-INS | | | | | | | | | | |
| 58001 | XXX | | | | | | | | | |
| 58002 | XXX | | | | | | | | | |
| 58003 | XXX | | | | | | | | | |
| 58998 Summary of remaining write-ins for Line 58 from overflow page. | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| 58999 Totals (Lines 58001 through 58003 plus 58998) (Line 58 above) | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.
(a) Insert the number of L responses except for Canada and other Alien.

QUARTERLY STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan
 SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
 PART 1 – ORGANIZATIONAL CHART



Legend:
 (1) Represents a business unit under Henry Ford Health System's Tax ID #

SCHEDULE Y
PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|---------------------------------|-------------------|------------|--------------|-----|--|--|----------------------|----------------------------------|--|--|--|---|----|
| Group Code | Group Name | NAIC Company Code | ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Name of Parent Subsidiaries or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity/Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/ Person(s) | * |
| 01311 | Henry Ford Health Systems Group | 95844 | 38-2242827 | | | | Health Alliance Plan of Michigan | MI | RE | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-2513504 | | | | HAP Preferred Inc | | DS | Health Alliance Plan of Michigan | Ownership | 100.0 | Henry Ford Health System | 0 |
| 01311 | Henry Ford Health Systems Group | 60134 | 38-3291563 | | | | Alliance Health and Life Insurance Company | MI | DS | Health Alliance Plan of Michigan | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-2651185 | | | | Administration System Research Corporation | | DS | Health Alliance Plan of Michigan | Ownership | 66.7 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 27-0449055 | | | | HAP Community Alliance | | DS | Health Alliance Plan of Michigan | Ownership | 100.0 | Henry Ford Health System | 0 |
| 01311 | Henry Ford Health Systems Group | 95814 | 38-3123777 | | | | HAP Midwest Health Plan, Inc. | MI | DS | Health Alliance Plan of Michigan | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-1357020 | | | | Henry Ford Health System | | UDP | | | 0.0 | | 0 |
| | Henry Ford Health Systems Group | | 38-2791823 | | | | Henry Ford Wyandotte | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-2947657 | | | | Henry Ford Macomb Hospital | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-3146042 | | | | PHO of Mercy Macomb | | NIA | Henry Ford Health System | Ownership | 50.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-2947657 | | | | Mercy Mt. Clemens Real Estate, LLC | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-2565235 | | | | Fairlane Health Services Corp | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 33-1210726 | | | | Neighborhood Development LLC | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 45-3852852 | | | | Henry Ford Health System Employment, LLC | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 90-0840304 | | | | Henry Ford Innovation Institute | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-2433285 | | | | Henry Ford Continuing Care Corp | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-6553031 | | | | Henry Ford Health Care Corp | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 23-7383042 | | | | Self Funded Liability Plan | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 23-7383042 | | | | Henry Ford Health System Foundation | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 32-0306774 | | | | Henry Ford Physician Network | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-3232668 | | | | Northwest Detroit Dialysis Centers | | NIA | Henry Ford Health System | Ownership | 56.3 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 45-5325853 | | | | Home Dialysis Specialty Center | | NIA | Henry Ford Health System | Ownership | 30.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 26-0423581 | | | | Macomb Regional Dialysis Centers LLC | | NIA | Henry Ford Health System | Ownership | 60.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 38-1378121 | | | | Sha Realty Corp | | NIA | Henry Ford Health System | Ownership | 100.0 | Henry Ford Health System | 0 |
| | Henry Ford Health Systems Group | | 90-0659735 | | | | Center for Senior Independence | | NIA | Henry Ford Health System | Ownership | 50.0 | Henry Ford Health System | 0 |

16.1

PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| Asterisk | Explanation |
|----------|-------------|
| | |

| Asterisk | Explanation |
|----------|-------------|
| | |

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

RESPONSE

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

.....SEE EXPLANATION.....

Explanation:

1. Health Alliance Plan offers Medicare Part D through a Medicare Advantage plan

Bar Code:

OVERFLOW PAGE FOR WRITE-INS

MQ002 Additional Aggregate Lines for Page 02 Line 25.
*ASSETS

| | 1 | 2 | 3 | 4 |
|---|--------|-----------------------|---|--|
| | Assets | Nonadmitted Assets | Net Admitted Assets (Cols. 1 - 2) | December 31 Prior Year Net Admitted Assets |
| 2504. Other Receivables..... | 33,984 | | 33,984 | 31,304 |
| 2505. | | | 0 | 0 |
| 2506. | | | 0 | 0 |
| 2597. Summary of remaining write-ins for Line 25 from Page 02 | 33,984 | 0 | 33,984 | 31,304 |

MQ003 Additional Aggregate Lines for Page 03 Line 23.
*LIAB

| | 1 | 2 | 3 | 4 |
|---|---------|-----------|---------|---------|
| | Covered | Uncovered | Total | Total |
| 2304. Other Post-employment Benefits Obligation..... | 940,018 | | 940,018 | 382,403 |
| 2305. Liability for CMS Coverage Gap Discount Program..... | | | 0 | 92,077 |
| 2397. Summary of remaining write-ins for Line 23 from Page 03 | 940,018 | 0 | 940,018 | 474,480 |

MQ005 Additional Aggregate Lines for Page 05 Line 47.
*REVEX2

| | 1 | 2 | 3 |
|---|-------------------------|-----------------------|---------------------------------|
| | Current Year To Date | Prior Year To Date | Prior Year Ended December 31 |
| 4704. 2014 Audit Adjustments..... | | | (3,162,743) |
| 4797. Summary of remaining write-ins for Line 47 from Page 05 | 0 | 0 | (3,162,743) |

SCHEDULE A – VERIFICATION

Real Estate

| | 1 | 2 |
|--|--------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year | 12,201,916 | 12,933,156 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | 149,856 | 1,331,908 |
| 2.2 Additional investment made after acquisition | 100,354 | 0 |
| 3. Current year change in encumbrances | | 0 |
| 4. Total gain (loss) on disposals | | (263,300) |
| 5. Deduct amounts received on disposals | | 0 |
| 6. Total foreign exchange change in book/adjusted carrying value | | 0 |
| 7. Deduct current year's other-than-temporary impairment recognized | | 0 |
| 8. Deduct current year's depreciation | 453,866 | 1,799,848 |
| 9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) | 11,998,261 | 12,201,916 |
| 10. Deduct total nonadmitted amounts | 8,120,327 | 8,286,567 |
| 11. Statement value at end of current period (Line 9 minus Line 10) | 3,877,934 | 3,915,349 |

SCHEDULE B – VERIFICATION

Mortgage Loans

| | 1 | 2 |
|---|--------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book value/recorded investment excluding accrued interest, December 31 of prior year | 0 | 0 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | | 0 |
| 2.2 Additional investment made after acquisition | | 0 |
| 3. Capitalized deferred interest and other | | 0 |
| 4. Accrual of discount | | 0 |
| 5. Unrealized valuation increase (decrease) | | 0 |
| 6. Total gain (loss) on disposals | | 0 |
| 7. Deduct amounts received on disposals | | 0 |
| 8. Deduct amortization of premium and mortgage interest points and commitment fees | | 0 |
| 9. Total foreign exchange change in book value/recorded investment excluding accrued interest | | 0 |
| 10. Deduct current year's other-than-temporary impairment recognized | | 0 |
| 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) | 0 | 0 |
| 12. Total valuation allowance | | 0 |
| 13. Subtotal (Line 11 plus Line 12) | 0 | 0 |
| 14. Deduct total nonadmitted amounts | 0 | 0 |
| 15. Statement value at end of current period (Line 13 minus Line 14) | 0 | 0 |

NONE

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

| | 1 | 2 |
|--|--------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year | 10,604,319 | 10,715,151 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | | 0 |
| 2.2 Additional investment made after acquisition | | 0 |
| 3. Capitalized deferred interest and other | | 0 |
| 4. Accrual of discount | | 0 |
| 5. Unrealized valuation increase (decrease) | (85,923) | (110,832) |
| 6. Total gain (loss) on disposals | | 0 |
| 7. Deduct amounts received on disposals | | 0 |
| 8. Deduct amortization of premium and depreciation | | 0 |
| 9. Total foreign exchange change in book/adjusted carrying value | | 0 |
| 10. Deduct current year's other-than-temporary impairment recognized | | 0 |
| 11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) | 10,518,396 | 10,604,319 |
| 12. Deduct total nonadmitted amounts | 0 | 0 |
| 13. Statement value at end of current period (Line 11 minus Line 12) | 10,518,396 | 10,604,319 |

SCHEDULE D – VERIFICATION

Bonds and Stocks

| | 1 | 2 |
|---|--------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year | 214,651,518 | 268,500,391 |
| 2. Cost of bonds and stocks acquired | 50,046,299 | 64,942,066 |
| 3. Accrual of discount | 25,429 | 80,788 |
| 4. Unrealized valuation increase (decrease) | 5,111,332 | (42,380,948) |
| 5. Total gain (loss) on disposals | (43,194) | 642,378 |
| 6. Deduct consideration for bonds and stocks disposed of | 12,393,599 | 39,665,158 |
| 7. Deduct amortization of premium | 123,359 | 598,908 |
| 8. Total foreign exchange change in book/adjusted carrying value | | 0 |
| 9. Deduct current year's other-than-temporary impairment recognized | | 36,869,091 |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 257,274,425 | 214,651,518 |
| 11. Deduct total nonadmitted amounts | 0 | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 257,274,425 | 214,651,518 |

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

| NAIC Designation | 1 Book/Adjusted Carrying Value Beginning of Current Quarter | 2 Acquisitions During Current Quarter | 3 Dispositions During Current Quarter | 4 Non-Trading Activity During Current Quarter | 5 Book/Adjusted Carrying Value End of First Quarter | 6 Book/Adjusted Carrying Value End of Second Quarter | 7 Book/Adjusted Carrying Value End of Third Quarter | 8 Book/Adjusted Carrying Value December 31 Prior Year |
|-----------------------------------|---|--|--|---|---|--|---|---|
| BONDS | | | | | | | | |
| 1. NAIC 1 (a)..... | 243,640,672 | 433,663,537 | 434,621,375 | (203,483) | 242,479,351 | 0 | 0 | 243,640,672 |
| 2. NAIC 2 (a)..... | 10,611,018 | 754,861 | 372,525 | (97,745) | 10,895,608 | 0 | 0 | 10,611,018 |
| 3. NAIC 3 (a)..... | 110,294 | | 45,642 | 7,701 | 72,353 | 0 | 0 | 110,294 |
| 4. NAIC 4 (a)..... | 0 | | 5,947 | 79,609 | 73,663 | 0 | 0 | 0 |
| 5. NAIC 5 (a)..... | 238,577 | | 15,673 | 125,649 | 348,553 | 0 | 0 | 238,577 |
| 6. NAIC 6 (a)..... | 0 | | | | 0 | 0 | 0 | 0 |
| 7. Total Bonds | 254,600,561 | 434,418,398 | 435,061,161 | (88,270) | 253,869,527 | 0 | 0 | 254,600,561 |
| PREFERRED STOCK | | | | | | | | |
| 8. NAIC 1 | 0 | | | | 0 | 0 | 0 | 0 |
| 9. NAIC 2 | 0 | | | | 0 | 0 | 0 | 0 |
| 10. NAIC 3 | 0 | | | | 0 | 0 | 0 | 0 |
| 11. NAIC 4 | 0 | | | | 0 | 0 | 0 | 0 |
| 12. NAIC 5 | 0 | | | | 0 | 0 | 0 | 0 |
| 13. NAIC 6 | 0 | | | | 0 | 0 | 0 | 0 |
| 14. Total Preferred Stock..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Total Bonds & Preferred Stock | 254,600,561 | 434,418,398 | 435,061,161 | (88,270) | 253,869,527 | 0 | 0 | 254,600,561 |

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$; NAIC 2 \$;
NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

SCHEDULE DA - PART 1
Short-Term Investments

| | 1 | 2 | 3 | 4 | 5 |
|---------|---------------------------------|-----------|-------------|------------------------------------|--|
| | Book/Adjusted Carrying Value | Par Value | Actual Cost | Interest Collected Year To Date | Paid for Accrued Interest Year To Date |
| 9199999 | 192,673,134 | XXX | 192,673,134 | 89,457 | 0 |

SCHEDULE DA - VERIFICATION
Short-Term Investments

| | 1 | 2 |
|--|--------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year..... | 194,031,375 | 186,614,787 |
| 2. Cost of short-term investments acquired | 427,746,296 | 1,568,151,050 |
| 3. Accrual of discount | 3 | 4 |
| 4. Unrealized valuation increase (decrease)..... | | 0 |
| 5. Total gain (loss) on disposals | 141 | (2) |
| 6. Deduct consideration received on disposals | 429,104,682 | 1,560,690,097 |
| 7. Deduct amortization of premium..... | | 44,367 |
| 8. Total foreign exchange change in book/adjusted carrying value..... | | 0 |
| 9. Deduct current year's other-than-temporary impairment recognized..... | | 0 |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)..... | 192,673,134 | 194,031,375 |
| 11. Deduct total nonadmitted amounts..... | | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 192,673,134 | 194,031,375 |

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

Schedule E - Verification

NONE

EO1

NONE

[illegible]

NONE

[illegible]

Schedule B - Part 2
NONE

Schedule B - Part 3
NONE

Schedule BA - Part 2
NONE

Schedule BA - Part 3
NONE

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|--|--------------------------------------|---------|---------------|--------------------------------|------------------------------|----------------|-----------|--|--|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends | NAIC Designation or Market Indicator ^(a) |
| Bonds - U.S. Governments | | | | | | | | | |
| 38374B-QX-4 | CMO/RMBS - GN-0365A-AP | | 02/04/2016 | JVB Financial Group | | 43,803 | 39,068 | | 1 |
| 912828-L5-7 | UNITED STATES TREASURY | | 01/07/2016 | Montgomery | | 49,305 | 50,000 | 239 | 1 |
| 912828-N2-2 | UNITED STATES TREASURY | | 01/29/2016 | JP Morgan Chase | | 725,597 | 720,000 | 1,205 | 1 |
| 912828-P5-3 | UNITED STATES TREASURY | | 02/24/2016 | VARIOUS | | 1,754,214 | 1,762,000 | 508 | 1 |
| 912833-LJ-7 | UNITED STATES TREASURY | | 01/07/2016 | Cantor Fitzgerald | | 43,677 | 50,000 | | 1 |
| 912833-LP-3 | UNITED STATES TREASURY | | 02/10/2016 | VARIOUS | | 157,346 | 180,000 | | 1 |
| 0599999 - Bonds - U.S. Governments | | | | | | 2,773,942 | 2,801,068 | 1,952 | XXX |
| Bonds - All Other Governments | | | | | | | | | |
| 71654Q-BU-5 | PETROLEOS MEXICANOS | R | 03/28/2016 | Unknown | | 30,982 | 31,000 | 196 | 2FE |
| 71656L-BK-6 | PETROLEOS MEXICANOS | R | 01/28/2016 | Montgomery | | 11,978 | 12,000 | | |
| 1099999 - Bonds - All Other Governments | | | | | | 42,959 | 43,000 | 196 | XXX |
| Bonds - U.S. Special Revenue | | | | | | | | | |
| 3136AQ-5E-6 | CMBS - FN-16M02B-AV2 | | 02/09/2016 | First Boston Corp. | | 74,997 | 75,000 | 126 | 1 |
| 31381R-6Q-2 | RMBS - FN 468979 | | 02/26/2016 | Cantor Fitzgerald | | 203,337 | 186,548 | 20 | 1 |
| 3138L8-N9-1 | RMBS - FN AM7615 | | 02/04/2016 | DONALDSON LUFKIN & JENRETTE | | 332,041 | 314,358 | 254 | 1 |
| 31393D-6J-5 | CMO/RMBS - FN-0376L-EZ | | 03/01/2016 | Direct | | 1,399 | 1,399 | | 1 |
| 31396W-FQ-4 | CMO/RMBS - FN-0754J-FA | | 03/28/2016 | G.X. CLARKE | | 141,083 | 143,414 | 20 | 1 |
| 31397H-D7-0 | CMO/RMBS - FH-3318G-DB | | 02/01/2016 | Not Available | | 74,731 | 67,080 | 190 | 1 |
| 341271-AA-2 | FLORIDA ST BRD ADMIN FIN CORP REV | | 02/23/2016 | JPMORGAN CHASE BANK | | 170,000 | 170,000 | | 1FE |
| 3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | 997,589 | 957,799 | 609 | XXX |
| Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | |
| 00185A-AK-0 | AON PLC | R | 02/23/2016 | Morgan Stanley | | 6,998 | 7,000 | | 2FE |
| 00206R-CS-9 | AT&T INC. | | 01/29/2016 | Barclays Bank | | 29,978 | 30,000 | | 2FE |
| 00206R-DB-5 | AT&T INC. | | 03/21/2016 | Not Available | | 15,000 | 15,000 | 10 | 2FE |
| 00206R-DD-1 | AT&T INC. | | 03/21/2016 | Not Available | | 3,000 | 3,000 | 22 | 2FE |
| 002799-AX-2 | ABBEE NATIONAL TREASURY SERVICES PLC | R | 03/07/2016 | SALOMON BROTHERS INC. | | 12,977 | 13,000 | | 1FE |
| 00440E-AR-8 | ACE INA HOLDINGS INC. | R | 03/02/2016 | VARIOUS | | 15,440 | 15,000 | 156 | 1FE |
| 018490-AN-2 | ALLERGAN INC. | R | 03/21/2016 | Speer, Leeds & Kellogg | | 8,276 | 8,000 | 7 | 2FE |
| 02528U-AA-0 | ABS - AMCAR-151-A | | 03/30/2016 | DEUTSCHE BANK ALEX BROWN | | 43,182 | 43,304 | 38 | 1FE |
| 035242-AG-1 | ANHEUSER-BUSCH INBEV FINANCE INC. | R | 01/13/2016 | DEUTSCHE BANK ALEX BROWN | | 147,599 | 148,000 | | 1FE |
| 035242-AJ-5 | ANHEUSER-BUSCH INBEV FINANCE INC. | R | 01/13/2016 | DEUTSCHE BANK ALEX BROWN | | 13,956 | 14,000 | | 1FE |
| 035242-AL-0 | ANHEUSER-BUSCH INBEV FINANCE INC. | R | 01/14/2016 | VARIOUS | | 13,945 | 14,000 | | 1FE |
| 06406H-CR-8 | BANK OF NEW YORK MELLON CORP | | 02/03/2016 | MIZUHO SECURITIES USA INC. | | 58,749 | 58,000 | 546 | 1FE |
| 064159-HM-1 | BANK OF NOVA SCOTIA | L | 03/17/2016 | SCOTIA MCLEOD INC. | | 9,979 | 10,000 | | 1FE |
| 118230-AN-1 | BUCKEYE PARTNERS LP | | 02/12/2016 | SUNTRUST CAPITAL MARKETS, INC. | | 4,133 | 5,000 | 74 | 2FE |
| 12593X-AB-1 | ABS - CPSART-16A-B | | 01/22/2016 | SALOMON BROTHERS INC. | | 99,982 | 100,000 | | 1FE |
| 12624X-AA-6 | CMBS - CMT-13CRE6-A1 | | 03/14/2016 | KGS-Alpha | | 79,789 | 80,468 | 24 | 1FE |
| 13645R-AJ-3 | CANADIAN PACIFIC RAILWAY CO. | L | 01/11/2016 | BNP Paribas | | 114,579 | 100,000 | 1,188 | 2FE |
| 13975N-AB-9 | ABS - CARAT-161-A2A | | 03/09/2016 | DEUTSCHE BANK ALEX BROWN | | 49,997 | 50,000 | | 1FE |
| 200340-AP-2 | COMERICA INC. | | 03/15/2016 | SALOMON BROTHERS INC. | | 9,824 | 10,000 | 68 | 1FE |
| 208251-AE-8 | CONOCO INC. | | 02/12/2016 | First Tennessee Bank | | 15,857 | 15,000 | 356 | 1FE |
| 20826F-AS-5 | CONOCOPHILLIPS CO. | | 03/03/2016 | MIZUHO SECURITIES USA INC. | | 6,997 | 7,000 | | 1FE |
| 23340E-AA-8 | ABS - DTAUTO-151-A | | 02/04/2016 | JP Morgan Chase | | 135,982 | 136,110 | 96 | 1FE |
| 23340U-AB-0 | ABS - DRVY-161-B | | 01/13/2016 | FIRST UNION CAPITAL | | 94,995 | 95,000 | | 1FE |
| 26875P-AP-6 | EOG RESOURCES INC. | | 01/11/2016 | SALOMON BROTHERS INC. | | 14,978 | 15,000 | | 1FE |
| 26884A-AZ-6 | ERP OPERATING LP | | 03/02/2016 | Warburg Dillon Reed | | 16,526 | 15,000 | 158 | 2FE |
| 29364W-AW-8 | ENTERGY LOUISIANA LLC | | 03/17/2016 | Barclays Bank | | 7,999 | 8,000 | | 1FE |
| 30231G-AP-7 | EXXON MOBIL CORP. | | 02/29/2016 | Montgomery | | 307,000 | 307,000 | | 1FE |
| 30231G-AR-3 | EXXON MOBIL CORP. | | 02/29/2016 | Montgomery | | 18,000 | 18,000 | | 1FE |
| 31428X-BF-2 | FEDEX CORP. | | 03/21/2016 | DEUTSCHE BANK ALEX BROWN | | 5,988 | 6,000 | | 2FE |
| 31677Q-BF-5 | FIFTH THIRD BANK (OHIO) | | 03/10/2016 | DEUTSCHE BANK ALEX BROWN | | 199,954 | 200,000 | | 1FE |
| 32057L-AA-6 | ABS - FIAOT-161-A1 | | 02/10/2016 | First Boston Corp. | | 78,998 | 79,000 | | 1FE |
| 36164N-FF-7 | GE CAPITAL INTERNATIONAL FUNDING CO. | | 02/24/2016 | SALOMON BROTHERS INC. | | 242,328 | 240,000 | 1,920 | 1FE |
| 375558-BF-9 | GILEAD SCIENCES INC. | | 01/12/2016 | Morgan Stanley | | 6,111 | 6,000 | 74 | 1FE |
| 40422A-AA-1 | CMBS - HILTMT-140RL-A | | 02/01/2016 | Warburg Dillon Reed | | 99,094 | 100,000 | 63 | 1FE |
| 44891A-AE-7 | HYUNDAI CAPITAL AMERICA | R | 03/14/2016 | SALOMON BROTHERS INC. | | 124,914 | 125,000 | | 2FE |
| 46629M-AF-2 | CMBS - JPMCMS-06LDP8-A4 | | 01/01/2016 | Adjustment | | (26) | | 26 | 1FM |
| 524901-AV-7 | LEGG MASON INC. | | 03/17/2016 | SALOMON BROTHERS INC. | | 2,999 | 3,000 | | 2FE |

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|---|--|---------|---------------|-----------------------------|---------------------------|-------------|-----------|---|---|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends | NAIC Designation or Market Indicator ^(a) |
| 53079E-BE-3 | LIBERTY MUTUAL GROUP INC. | | 02/24/2016 | Keybank | | 15,383 | 15,000 | 131 | 2FE |
| 55608P-AK-0 | MACQUARIE BANK LTD. | R | 03/18/2016 | MIZUHO SECURITIES USA INC. | | 11,953 | 12,000 | 78 | 1FE |
| 55616X-AM-9 | MACY'S RETAIL HOLDINGS INC. | | 03/15/2016 | Stifel Nicolaus & Co. | | 6,454 | 8,000 | 93 | 2FE |
| 565849-AK-2 | MARATHON OIL CORP. | | 02/09/2016 | VARIOUS | | 9,949 | 15,000 | 112 | 2FE |
| 61744Y-AD-0 | MORGAN STANLEY | | 01/06/2016 | SCOTIA MCLEOD INC. | | 107,569 | 100,000 | 215 | 1FE |
| 64952W-CB-7 | NEW YORK LIFE GLOBAL FUNDING | | 03/09/2016 | DONALDSON LUFKIN & JENRETTE | | 19,926 | 20,000 | 113 | 1FE |
| 65339K-AK-6 | NEXTERA ENERGY CAPITAL HOLDINGS INC. | | 03/30/2016 | JPMORGAN CHASE BANK | | 204,254 | 202,000 | 288 | 2FE |
| 74113E-AB-4 | ABS - PART 2015-1 A2 | | 02/01/2016 | Wachovia Bank | | 82,743 | 82,889 | 48 | 1FE |
| 75951A-AE-8 | RELiance STANDARD LIFE GLOBAL FUNDING II | | 01/12/2016 | CREDIT SUISSE | | 5,993 | 6,000 | | 1FE |
| 78012K-JZ-1 | ROYAL BANK OF CANADA | I | 02/03/2016 | DAVIDSON (D.A.) & CO. INC. | | 25,221 | 25,000 | 81 | 1FE |
| 863667-AN-1 | STRYKER CORP. | | 03/03/2016 | Goldman Sachs | | 1,987 | 2,000 | | 2FE |
| 86562M-AC-4 | SUMITOMO MITSUI FINANCIAL GROUP INC. | R | 03/02/2016 | Goldman Sachs | | 8,000 | 8,000 | | 1FE |
| 883556-AZ-5 | THERMO FISHER SCIENTIFIC INC. | | 03/01/2016 | Morgan Stanley | | 13,328 | 13,000 | 25 | 2FE |
| 883556-BC-5 | THERMO FISHER SCIENTIFIC INC. | | 03/04/2016 | Morgan Stanley | | 8,752 | 9,000 | 43 | 2FE |
| 89114Q-BE-7 | TORONTO-DOMINION BANK | J | 01/25/2016 | DAVIDSON (D.A.) & CO. INC. | | 4,007 | 4,000 | 1 | 1FE |
| 89236T-BP-9 | TOYOTA MOTOR CREDIT CORP. | R | 02/12/2016 | DAVIDSON (D.A.) & CO. INC. | | 45,673 | 45,000 | 77 | 1FE |
| 89352H-AS-8 | TRANSCANADA PIPELINES LTD. | I | 01/22/2016 | DEUTSCHE BANK ALEX BROWN | | 10,969 | 11,000 | | 1FE |
| 91324P-CV-2 | UNITEDHEALTH GROUP INC. | | 02/22/2016 | FIRST UNION CAPITAL | | 7,994 | 8,000 | | 1FE |
| 92343V-BC-7 | VERIZON COMMUNICATIONS INC. | | 03/11/2016 | FIRST UNION CAPITAL | | 20,834 | 20,000 | 263 | 2FE |
| 92343V-CH-5 | VERIZON COMMUNICATIONS INC. | | 02/24/2016 | VARIOUS | | 110,549 | 109,000 | 211 | 2FE |
| 949746-RS-2 | WELLS FARGO & CO. | | 02/26/2016 | FIRST UNION CAPITAL | | 19,995 | 20,000 | | 1FE |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 2,857,612 | 2,833,771 | 6,602 | XXX |
| 8399997 - Subtotals - Bonds - Part 3 | | | | | | 6,672,102 | 6,635,638 | 9,360 | XXX |
| 8399999 - Subtotals - Bonds | | | | | | 6,672,102 | 6,635,638 | 9,360 | XXX |
| Common Stocks - Parent, Subsidiaries and Affiliates | | | | | | | | | |
| 42248#-10-0 | HealthPlus Insurance Company | | 01/31/2016 | Internal Transfer | 0.000 | 10,000,000 | | 0 | K |
| 42248#-10-0 | HealthPlus Insurance Company | | 02/29/2016 | Internal Transfer | 0.000 | 8,638,145 | | 0 | K |
| 9199999 - Common Stocks - Parent, Subsidiaries and Affiliates | | | | | | 18,638,145 | XXX | 0 | XXX |
| Common Stocks - Mutual Funds | | | | | | | | | |
| 111994-90-1 | JP MORGAN CORE BOND FUND | | 03/29/2016 | Dividend Reinvestment | 14,200.700 | 150,074 | | 0 | L |
| 258620-86-3 | DOUBLELINE LOW DURATION BD FD | | 03/31/2016 | Dividend Reinvestment | 14,617.260 | 145,754 | | 0 | L |
| 09256H-28-6 | BLACKROCK STRATEGIC INCOME OPP | | 03/31/2016 | Dividend Reinvestment | 8,419.290 | 81,314 | | 0 | L |
| 922031-83-6 | VANGUARD SHTERM INVT GRADE ADM539 | | 03/01/2016 | Citizen Bank Long Term | 457,777.105 | 4,847,870 | | 0 | L |
| 921937-60-3 | VANGUARD TOTAL BOND MARKET IDX ADM | | 01/19/2016 | Citizen Bank Long Term | 901,583.091 | 9,673,987 | | 0 | L |
| 922908-72-8 | VANGUARD TOTAL STK MKT IND-AD | | 01/19/2016 | Citizen Bank Long Term | 211,908.285 | 9,836,783 | | 0 | L |
| 9299999 - Common Stocks - Mutual Funds | | | | | | 24,735,782 | XXX | 0 | XXX |
| 9799997 - Subtotals - Common Stocks - Part 3 | | | | | | 43,373,927 | XXX | 0 | XXX |
| 9799999 - Subtotals - Common Stocks | | | | | | 43,373,927 | XXX | 0 | XXX |
| 9899999 - Subtotals- Preferred and Common Stocks | | | | | | 43,373,927 | XXX | 0 | XXX |
| 9999999 Totals | | | | | | 50,046,030 | XXX | 9,360 | XXX |

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .

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SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|--|---|---------|---------------|---------------------|---------------------------|---------------|-----------|-------------|---|---|--|---|--------------------------------------|--|--|--|----------------------------------|-------------------------------|--|----------------------------------|--|
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | 11 | 12 | 13 | 14 | 15 | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Market Indicator (a) |
| | | | | | | | | | | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | | | | | | | |
| Bonds - U.S. Governments | | | | | | | | | | | | | | | | | | | | | |
| 36179M-E9-7... | RMBS - G2 MA0160..... | | 03/21/2016 | Direct..... | | 1,460 | 1,460 | 1,668 | 1,633 | | (3) | | (3) | | 1,629 | | (169) | (169) | 21 | 12/20/2039 | 1 |
| 3622A2-P6-3... | RMBS - G2 784045..... | | 03/21/2016 | Direct..... | | 5,887 | 5,887 | 6,358 | 6,350 | | | | | | 6,350 | | (463) | (463) | 31 | 07/20/2045 | 1 |
| 38373V-WZ-9... | CMO/RMBS - GN-0269C-BE..... | | 03/21/2016 | Direct..... | | 1,537 | 1,537 | 1,691 | 1,680 | | (1) | | (1) | | 1,679 | | (142) | (142) | 14 | 10/20/2032 | 1 |
| 38374K-LR-2... | CMO/RMBS - GN-056C-UY..... | | 03/21/2016 | Direct..... | | 2,813 | 2,813 | 3,052 | 3,080 | | (9) | | (9) | | 3,071 | | (258) | (258) | 23 | 10/20/2034 | 1 |
| 38374K-P2-3... | CMO/RMBS - GN-0526C-XY..... | | 03/21/2016 | Direct..... | | 20,055 | 20,055 | 22,680 | 22,265 | | (8) | | (8) | | 22,257 | | (2,202) | (2,202) | 181 | 03/20/2035 | 1 |
| 38374N-B8-9... | CMO/RMBS - GN-0658A-UY..... | | 03/16/2016 | Direct..... | | 7,577 | 7,577 | 8,173 | 7,862 | | (91) | | (91) | | 7,771 | | (194) | (194) | 69 | 08/16/2033 | 1 |
| 38375B-D7-4... | CMO/RMBS - GN-12H31-FD..... | | 03/21/2016 | Direct..... | | 2,808 | 2,808 | 2,789 | 2,764 | | (731) | | (731) | | 2,737 | | 71 | 71 | 3 | 12/20/2062 | 1 |
| 38375J-YC-3... | CMO/RMBS - GN-0722A-PK..... | | 03/21/2016 | Direct..... | | 893 | 893 | 1,015 | 1,001 | | (1) | | (1) | | 1,000 | | (107) | (107) | 8 | 04/20/2037 | 1 |
| 38375O-D8-9... | CMO/RMBS - GN-0850C-KB..... | | 03/21/2016 | Direct..... | | 6,582 | 6,582 | 7,263 | 7,278 | | | | | | 7,278 | | (695) | (695) | 65 | 06/20/2038 | 1 |
| 62888V-AB-4... | CMO/RMBS - NCUAGN-10R1-2A..... | | 03/08/2016 | Direct..... | | 3,805 | 3,805 | 3,814 | 3,805 | | | | | | 3,805 | | 0 | 0 | 9 | 10/07/2020 | 1 |
| 62888X-AB-0... | CMBS - NCUAGN-10C1-A2..... | | 03/28/2016 | Direct..... | | 19,717 | 19,717 | 21,051 | 20,386 | | (51) | | (51) | | 20,335 | | (618) | (618) | 87 | 10/29/2020 | 1 |
| 83162C-PG-2... | ABS - SBAP-0520A-A..... | | 01/04/2016 | Direct..... | | 18,960 | 18,960 | 20,198 | 19,827 | | | | | | 19,827 | | (867) | (867) | 461 | 01/01/2025 | 1 |
| 912828-SY-7... | UNITED STATES TREASURY..... | | 02/25/2016 | VARIOUS..... | | 869,543 | 871,000 | 867,347 | 868,857 | | 122 | | 122 | | 868,979 | | 564 | 564 | 916 | 05/31/2017 | 1 |
| 912828-UE-8... | UNITED STATES TREASURY..... | | 02/25/2016 | Morgan Stanley..... | | 1,548,455 | 1,549,000 | 1,544,290 | 1,545,522 | | 261 | | 261 | | 1,545,783 | | 2,672 | 2,672 | 1,787 | 12/31/2017 | 1 |
| 912828-WD-8... | UNITED STATES TREASURY..... | | 03/10/2016 | VARIOUS..... | | 451,573 | 448,000 | 450,205 | 450,030 | | (125) | | (125) | | 449,905 | | 1,669 | 1,669 | 1,945 | 10/31/2018 | 1 |
| 0599999 - Bonds - U.S. Governments | | | | | | 2,961,667 | 2,960,094 | 2,961,594 | 2,962,339 | 0 | (637) | 0 | (637) | 0 | 2,962,406 | 0 | (739) | (739) | 5,621 | XXX | XXX |
| Bonds - All Other Governments | | | | | | | | | | | | | | | | | | | | | |
| 219868-BP-0... | CORPORACION ANDINA DE FOMENTO SA (CAF)..... | R | 01/15/2016 | Maturity..... | | 26,000 | 26,000 | 26,223 | 26,002 | | (2) | | (2) | | 26,000 | | | 0 | 488 | 01/15/2016 | 1FE |
| 1099999 - Bonds - All Other Governments | | | | | | 26,000 | 26,000 | 26,223 | 26,002 | 0 | (2) | 0 | (2) | 0 | 26,000 | 0 | 0 | 0 | 488 | XXX | XXX |
| Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | | | | | | | | | | | | | | | | |
| 3128HX-5U-5... | CMO/RMBS - FH-S276A-A5..... | | 03/15/2016 | Direct..... | | 779 | 779 | 741 | 742 | | 0 | | 0 | | 742 | | 37 | 37 | 4 | 09/15/2042 | 1 |
| 3128M1-MQ-9... | RMBS - FH 612267..... | | 03/15/2016 | Direct..... | | 2,501 | 2,501 | 2,760 | 2,680 | | (2) | | (2) | | 2,678 | | (177) | (177) | 27 | 07/01/2021 | 1 |
| 3128M6-6A-1... | RMBS - FH G05065..... | | 03/15/2016 | Direct..... | | 11,230 | 11,230 | 12,469 | 12,701 | 127 | | | 127 | | 12,828 | | (1,598) | (1,598) | 121 | 12/01/2038 | 1 |
| 3128P7-D7-5... | RMBS - FH C91026..... | | 03/15/2016 | Direct..... | | 763 | 763 | 825 | 821 | | 0 | | 0 | | 821 | | (57) | (57) | 6 | 04/01/2027 | 1 |
| 3128P7-M6-7... | RMBS - FH C91281..... | | 03/15/2016 | Direct..... | | 2,018 | 2,018 | 2,148 | 2,128 | | 0 | | 0 | | 2,128 | | (111) | (111) | 14 | 12/01/2029 | 1 |
| 3128P7-NL-3... | RMBS - FH C91295..... | | 03/15/2016 | Direct..... | | 1,068 | 1,068 | 1,132 | 1,125 | | 0 | | 0 | | 1,125 | | (57) | (57) | 8 | 04/01/2030 | 1 |
| 3128PR-JW-0... | RMBS - FH J12077..... | | 03/15/2016 | Direct..... | | 2,126 | 2,126 | 2,273 | 2,243 | | 0 | | 0 | | 2,242 | | (117) | (117) | 15 | 04/01/2025 | 1 |
| 31300L-WJ-0... | RMBS - FH 848749..... | | 03/15/2016 | Direct..... | | 4,158 | 4,158 | 4,445 | 4,383 | | 3 | | 3 | | 4,386 | | (228) | (228) | 25 | 05/01/2035 | 1 |
| 3136A0-K4-8... | CMO/RMBS - FN-1186B-KF..... | | 03/28/2016 | Direct..... | | 2,636 | 2,636 | 2,634 | 2,640 | | 0 | | 0 | | 2,640 | | (4) | (4) | 4 | 09/25/2041 | 1 |
| 3136A9-P8-5... | CMO/RMBS - FN-12120A-AH..... | | 03/28/2016 | Direct..... | | 2,834 | 2,834 | 2,720 | 2,736 | | 0 | | 0 | | 2,736 | | 98 | 98 | 12 | 02/25/2032 | 1 |
| 3136AD-GY-9... | CMO/RMBS - FN-1331K-ET..... | | 03/28/2016 | Direct..... | | 2,830 | 2,830 | 2,943 | 2,941 | | (9) | | (9) | | 2,933 | | (103) | (103) | 19 | 01/25/2033 | 1 |
| 3136AJ-2A-3... | CMBS - FN-14M05A-FA..... | | 03/25/2016 | Direct..... | | 1,371 | 1,371 | 1,371 | 1,371 | | 0 | | 0 | | 1,371 | | 0 | 0 | 2 | 01/25/2017 | 1 |
| 3136AJ-D3-7... | CMO/RMBS - FN-1426C-YD..... | | 03/28/2016 | Direct..... | | 13,564 | 13,564 | 13,636 | 13,633 | | (4) | | (4) | | 13,633 | | (69) | (69) | 45 | 04/25/2044 | 1 |
| 31371N-U4-5... | RMBS - FN 257203..... | | 03/25/2016 | Direct..... | | 915 | 915 | 963 | 952 | | 0 | | 0 | | 952 | | (37) | (37) | 8 | 05/01/2028 | 1 |
| 31371P-AJ-9... | RMBS - FN 257509..... | | 03/25/2016 | Direct..... | | 1,090 | 1,090 | 1,187 | 1,132 | | (1) | | (1) | | 1,131 | | (42) | (42) | 12 | 11/01/2018 | 1 |
| 3137A0-VG-7... | CMO/RMBS - FH-3705A-CA..... | | 03/15/2016 | Direct..... | | 539 | 539 | 549 | 545 | | 0 | | 0 | | 545 | | (6) | (6) | 3 | 08/15/2020 | 1 |
| 3137A2-C7-4... | CMO/RMBS - FH-3757A-PF..... | | 03/15/2016 | Direct..... | | 6,528 | 6,528 | 6,565 | 6,569 | | 33 | | 33 | | 6,603 | | (74) | (74) | 10 | 08/15/2040 | 1 |
| 3137A7-FZ-8... | CMO/RMBS - FH-3800D-AF..... | | 03/15/2016 | Direct..... | | 2,296 | 2,296 | 2,285 | 2,274 | | 0 | | 0 | | 2,274 | | 22 | 22 | 4 | 02/15/2041 | 1 |
| 3137A7-XV-7... | CMO/RMBS - FH-3827C-BM..... | | 03/15/2016 | Direct..... | | 4,100 | 4,100 | 4,507 | 4,484 | | (12) | | (12) | | 4,472 | | (371) | (371) | 38 | 08/15/2039 | 1 |
| 3137AJ-YX-6... | CMO/RMBS - FH-3977C-AD..... | | 03/15/2016 | Direct..... | | 5,706 | 5,706 | 5,914 | 5,838 | | (8) | | (8) | | 5,830 | | (124) | (124) | 27 | 09/15/2029 | 1 |
| 3137AM-TT-4... | CMO/RMBS - FH-4010B-KM..... | | 03/15/2016 | Direct..... | | 2,541 | 2,541 | 2,477 | 2,475 | | 3 | | 3 | | 2,478 | | 63 | 63 | 14 | 01/15/2042 | 1 |
| 3137AS-CR-3... | CMO/RMBS - FH-4077C-PJ..... | | 03/15/2016 | Direct..... | | 3,286 | 3,286 | 3,352 | 3,344 | | (1) | | (1) | | 3,343 | | (57) | (57) | 18 | 11/15/2040 | 1 |
| 3137B2-NA-4... | CMO/RMBS - FH-4219C-JA..... | | 03/15/2016 | Direct..... | | 5,443 | 5,443 | 5,734 | 5,687 | | (10) | | (10) | | 5,677 | | (234) | (234) | 30 | 08/15/2039 | 1 |
| 3137B6-YL-9... | CMO/RMBS - FH-4287B-FB..... | | 03/15/2016 | Direct..... | | 5,675 | 5,675 | 5,639 | 5,638 | | 26 | | 26 | | 5,665 | | 10 | 10 | 6 | 11/15/2033 | 1 |
| 3138EG-HF-4... | RMBS - FN AL0229..... | | 03/25/2016 | Direct..... | | 1,675 | 1,675 | 1,830 | 1,771 | | (1) | | (1) | | 1,769 | | (95) | (95) | 14 | 09/01/2023 | 1 |
| 3138EQ-GD-8... | RMBS - FN AL7395..... | | 03/28/2016 | Direct..... | | 10,670 | 10,670 | 12,030 | 12,016 | | 17 | | 17 | | 12,037 | | (1,367) | (1,367) | 96 | 03/01/2038 | 1 |
| 3138L4-LG-6... | RMBS - FN AM3926..... | | 03/25/2016 | Direct..... | | 570 | 570 | 572 | 571 | | 0 | | 0 | | 571 | | 0 | 0 | 3 | 10/01/2022 | 1 |
| 3138L8-N9-1... | RMBS - FN AM7615..... | | 03/25/2016 | Direct..... | | 916 | 916 | 968 | 968 | | 1 | | 1 | | 968 | | (52) | (52) | 3 | 12/01/2034 | 1 |
| 3138NX-HU-4... | RMBS - FN AR1142..... | | 03/25/2016 | Direct..... | | 527 | 527 | 541 | 541 | | 0 | | 0 | | 541 | | (13) | (13) | 3 | 02/01/2043 | 1 |
| 3138WP-5N-0... | RMBS - FN AT2652..... | | 03/25/2016 | Direct..... | | 288 | 288 | 306 | 312 | | 0 | | 0 | | 311 | | (23) | (23) | 2 | 12/01/2042 | 1 |
| 313921-C5-5... | CMO/RMBS - FN-0159D-C..... | | 03/28/2016 | Direct..... | | 1,441 | 1,441 | 1,542 | 1,471 | | (1) | | (1) | | 1,470 | | (29) | (29) | 13 | 11/25/2017 | 1 |
| 313921-Y8-5... | CMO/RMBS - FN-0160H-GK..... | | 03/25/2016 | Direct..... | | 768 | 768 | 842 | 832 | | 0 | | 0 | | 832 | | (64) | (64) | 7 | 11/25/2031 | 1 |

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|--|--|---------|---------------|------------------------|---------------------------|---------------|-----------|-------------|---|---|--|---|--------------------------------------|--|--|--|----------------------------------|-------------------------------|--|----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Market Indicator (a) |
| 31394D-AA-2 | CMO/RMBS - FN-0548B-AR | | 03/28/2016 | Direct | | 2,411 | 2,411 | 2,594 | 2,544 | | (2) | | (2) | | 2,542 | | (131) | (131) | 22 | 02/25/2035 | 1 |
| 31394E-FT-0 | CMO/RMBS - FN-0564B-PL | | 03/28/2016 | Direct | | 2,389 | 2,389 | 2,601 | 2,571 | | 0 | | 0 | | 2,571 | | (182) | (182) | 22 | 07/25/2035 | 1 |
| 31394F-J5-5 | CMO/RMBS - FN-0584A-XG | | 03/28/2016 | Direct | | 3,995 | 3,995 | 4,317 | 4,194 | | (9) | | (9) | | 4,185 | | (191) | (191) | 38 | 02/25/2035 | 1 |
| 31394F-N9-2 | CMO/RMBS - FN-0584B-MB | | 03/28/2016 | Direct | | 3,625 | 3,625 | 3,951 | 3,903 | | (1) | | (1) | | 3,902 | | (278) | (278) | 34 | 10/25/2035 | 1 |
| 31394H-JF-9 | CMO/RMBS - FH-2656B-BG | | 03/15/2016 | Direct | | 3,310 | 3,310 | 3,562 | 3,460 | | (15) | | (15) | | 3,444 | | (135) | (135) | 28 | 10/15/2032 | 1 |
| 31394L-4E-9 | CMO/RMBS - FH-2684A-PH | | 03/15/2016 | Direct | | 4,114 | 4,114 | 4,376 | 4,210 | | (23) | | (23) | | 4,187 | | (73) | (73) | 34 | 01/15/2033 | 1 |
| 31394P-SZ-7 | CMO/RMBS - FH-2746A-EG | | 03/15/2016 | Direct | | 2,511 | 2,511 | 2,688 | 2,574 | | (2) | | (2) | | 2,572 | | (61) | (61) | 18 | 02/15/2019 | 1 |
| 31394R-JX-8 | CMO/RMBS - FH-2754A-PD | | 03/15/2016 | Direct | | 4,172 | 4,172 | 4,448 | 4,231 | | (30) | | (30) | | 4,201 | | (28) | (28) | 38 | 11/15/2032 | 1 |
| 31395F-NK-6 | CMO/RMBS - FH-2853C-EY | | 03/15/2016 | Direct | | 1,036 | 1,036 | 1,090 | 1,065 | | (1) | | (1) | | 1,064 | | (28) | (28) | 8 | 09/15/2024 | 1 |
| 31395W-SH-3 | CMO/RMBS - FH-2933A-HD | | 03/15/2016 | Direct | | 3,678 | 3,678 | 3,991 | 3,946 | | 0 | | 0 | | 3,946 | | (268) | (268) | 33 | 02/15/2035 | 1 |
| 31395U-MU-2 | CMO/RMBS - FH-2979H-MC | | 03/15/2016 | Direct | | 3,991 | 3,991 | 4,306 | 4,114 | | (4) | | (4) | | 4,110 | | (118) | (118) | 33 | 05/15/2020 | 1 |
| 31395X-ZU-2 | CMO/RMBS - FH-3017C-NK | | 03/15/2016 | Direct | | 3,000 | 3,000 | 3,161 | 3,122 | | (2) | | (2) | | 3,120 | | (120) | (120) | 25 | 12/15/2034 | 1 |
| 31396L-TA-8 | CMO/RMBS - FN-06108B-FD | | 03/28/2016 | Direct | | 5,207 | 5,207 | 5,203 | 5,211 | | 0 | | 0 | | 5,211 | | (5) | (5) | 6 | 11/25/2036 | 1 |
| 31396Q-FC-8 | CMO/RMBS - FN-0947A-PA | | 03/28/2016 | Direct | | 2,355 | 2,355 | 2,471 | 2,469 | | 2 | | 2 | | 2,471 | | (117) | (117) | 18 | 07/25/2039 | 1 |
| 31396Q-MN-6 | CMO/RMBS - FN-0950L-PT | | 03/28/2016 | Direct | | 1,227 | 1,227 | 1,336 | 1,348 | | 0 | | 0 | | 1,347 | | (120) | (120) | 10 | 05/25/2037 | 1 |
| 31396Q-TN-9 | CMO/RMBS - FN-0962B-HJ | | 03/28/2016 | Direct | | 2,411 | 2,411 | 2,682 | 2,659 | | 2 | | 2 | | 2,662 | | (250) | (250) | 22 | 05/25/2039 | 1 |
| 31396W-FQ-4 | CMO/RMBS - FN-0754J-FA | | 03/28/2016 | Direct | | 3,620 | 3,620 | 3,584 | 3,608 | | (18) | | (18) | | 3,591 | | 30 | 30 | 5 | 06/25/2037 | 1 |
| 31396W-TU-0 | CMO/RMBS - FN-0763D-FC | | 03/28/2016 | Direct | | 4,504 | 4,504 | 4,476 | 4,485 | | 0 | | 0 | | 4,485 | | 19 | 19 | 5 | 07/25/2037 | 1 |
| 31396X-NT-7 | CMO/RMBS - FN-0796A-AF | | 03/28/2016 | Direct | | 2,199 | 2,199 | 2,211 | 2,216 | | 2 | | 2 | | 2,218 | | (19) | (19) | 4 | 06/25/2037 | 1 |
| 31396Y-H2-1 | CMO/RMBS - FN-0829D-CA | | 03/28/2016 | Direct | | 1,025 | 1,025 | 1,071 | 1,052 | | (2) | | (2) | | 1,050 | | (25) | (25) | 7 | 09/25/2035 | 1 |
| 31397B-5P-2 | CMO/RMBS - FH-3211D-FG | | 03/15/2016 | Direct | | 2,037 | 2,037 | 2,025 | 2,027 | | 5 | | 5 | | 2,033 | | 4 | 4 | 2 | 09/15/2036 | 1 |
| 31397H-D7-0 | CMO/RMBS - FH-3318G-DB | | 03/15/2016 | Direct | | 1,149 | 1,149 | 1,280 | 1,279 | | (1) | | (1) | | 1,279 | | (131) | (131) | 6 | 05/15/2027 | 1 |
| 31397N-L4-5 | CMO/RMBS - FN-0941A-WA | | 03/28/2016 | Direct | | 1,607 | 1,607 | 1,775 | 1,757 | | 1 | | 1 | | 1,759 | | (151) | (151) | 19 | 06/25/2039 | 1 |
| 31397U-XA-2 | CMO/RMBS - FN-1161C-MG | | 03/28/2016 | Direct | | 3,782 | 3,782 | 3,993 | 3,945 | | (1) | | (1) | | 3,944 | | (162) | (162) | 21 | 07/25/2026 | 1 |
| 31398K-ZB-9 | CMO/RMBS - FH-3598A-MA | | 03/15/2016 | Direct | | 647 | 647 | 677 | 661 | | (3) | | (3) | | 659 | | (12) | (12) | 5 | 11/15/2038 | 1 |
| 31398O-LL-9 | CMO/RMBS - FH-3685D-GB | | 03/15/2016 | Direct | | 7,488 | 7,488 | 8,102 | 7,861 | | 0 | | 0 | | 7,861 | | (373) | (373) | 44 | 06/15/2025 | 1 |
| 31398R-RT-4 | CMO/RMBS - FN-1061E-HJ | | 03/28/2016 | Direct | | 4,084 | 4,084 | 4,359 | 4,309 | | (5) | | (5) | | 4,304 | | (220) | (220) | 28 | 09/25/2039 | 1 |
| 31398R-UH-6 | CMO/RMBS - FN-1054H-EA | | 03/28/2016 | Direct | | 2,653 | 2,653 | 2,772 | 2,753 | | 0 | | 0 | | 2,753 | | (101) | (101) | 20 | 06/25/2040 | 1 |
| 31398R-XN-0 | CMO/RMBS - FN-1058F-FY | | 03/28/2016 | Direct | | 4,315 | 4,315 | 4,348 | 4,390 | | 0 | | 0 | | 4,390 | | (75) | (75) | 8 | 06/25/2040 | 1 |
| 31402N-YN-2 | RMBS - FN 734317 | | 03/25/2016 | Direct | | 4,504 | 4,504 | 4,935 | 4,908 | | (8) | | (8) | | 4,900 | | (396) | (396) | 54 | 10/01/2033 | 1 |
| 31403C-4P-3 | RMBS - FN 745230 | | 03/25/2016 | Direct | | 914 | 914 | 1,011 | 1,006 | | 0 | | 0 | | 1,005 | | (91) | (91) | 8 | 05/01/2035 | 1 |
| 31403D-DB-2 | RMBS - FN 745398 | | 03/25/2016 | Direct | | 1,291 | 1,291 | 1,436 | 1,414 | | 0 | | 0 | | 1,414 | | (123) | (123) | 13 | 06/01/2035 | 1 |
| 31417Y-MC-8 | RMBS - FN MA0354 | | 03/25/2016 | Direct | | 5,264 | 5,264 | 5,746 | 5,727 | | (1) | | (1) | | 5,726 | | (462) | (462) | 43 | 03/01/2030 | 1 |
| 31418A-HB-7 | RMBS - FN MA1125 | | 03/28/2016 | Direct | | 5,805 | 5,805 | 6,152 | 6,107 | | (1) | | (1) | | 6,105 | | (300) | (300) | 39 | 07/01/2042 | 1 |
| 31418A-M9-6 | RMBS - FN MA1283 | | 03/28/2016 | Direct | | 1,925 | 1,925 | 1,896 | 1,899 | | 0 | | 0 | | 1,899 | | 26 | 26 | 12 | 12/01/2042 | 1 |
| 31418A-TV-0 | RMBS - FN MA1463 | | 03/25/2016 | Direct | | 6,027 | 6,027 | 6,101 | 6,088 | | (1) | | (1) | | 6,087 | | (60) | (60) | 37 | 06/01/2043 | 1 |
| 31418W-QV-7 | RMBS - FN AD0467 | | 03/25/2016 | Direct | | 2,224 | 2,224 | 2,437 | 2,385 | | (1) | | (1) | | 2,384 | | (159) | (159) | 22 | 04/01/2023 | 1 |
| 31418Y-BA-3 | RMBS - FN AD9932 | | 03/25/2016 | Direct | | 4,081 | 4,081 | 4,422 | 4,351 | | (5) | | (5) | | 4,347 | | (266) | (266) | 39 | 07/01/2025 | 1 |
| 3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | 252,740 | 252,740 | 266,675 | 261,566 | 0 | (8) | 0 | (8) | 0 | 263,810 | 0 | (11,070) | (11,070) | 1,677 | XXX | XXX |
| Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | | |
| 00507U-AP-6 | ACTAVIS FUNDING SCS | R | 03/21/2016 | Speer, Leeds & Kellogg | | 8,185 | 8,000 | 8,000 | 8,000 | | 0 | | 0 | | 8,000 | | 185 | 185 | 128 | 03/12/2020 | 2FE |
| 02005E-AD-2 | ABS - ALLYAR-123-A4 | | 01/15/2016 | Direct | | 16,666 | 16,666 | 16,666 | 16,666 | | 0 | | 0 | | 16,666 | | 0 | 0 | 15 | 02/15/2017 | 1FE |
| 02006E-AD-1 | ABS - ALLYAR-124-A4 | | 03/15/2016 | Direct | | 11,318 | 11,318 | 11,315 | 11,318 | | 2 | | 2 | | 11,320 | | (2) | (2) | 15 | 10/16/2017 | 1FE |
| 02528V-AA-8 | ABS - AMCART-131-A | | 01/15/2016 | Direct | | 260 | 260 | 260 | 260 | | 0 | | 0 | | 260 | | 0 | 0 | 0 | 04/16/2018 | 1FE |
| 02529B-AA-1 | ABS - AMCART-153-A | | 03/14/2016 | Direct | | 11,640 | 11,640 | 11,639 | 11,639 | | 0 | | 0 | | 11,639 | | 1 | 1 | 40 | 09/12/2019 | 1FE |
| 02529C-AA-9 | ABS - AMERICAN CR ACCEP RECEIVABLES TR 2 | | 03/10/2016 | Direct | | 2,931 | 2,931 | 2,931 | 2,931 | | 0 | | 0 | | 2,931 | | 0 | 0 | 7 | 07/10/2018 | 1FE |
| 02529D-AA-7 | ABS - AMCART-152-A | | 03/14/2016 | Direct | | 11,201 | 11,201 | 11,201 | 11,201 | | 0 | | 0 | | 11,201 | | 0 | 0 | 30 | 06/12/2019 | 1FE |
| 03064J-AC-9 | ABS - ACART-132-A3 | | 03/01/2016 | Direct | | 7,518 | 7,518 | 7,518 | 7,518 | | 0 | | 0 | | 7,518 | | 0 | 0 | 4 | 12/08/2017 | 1FE |
| 03064L-AC-4 | ABS - ACART-141-A3 | | 03/08/2016 | Direct | | 20,443 | 20,443 | 20,430 | 20,435 | | 1 | | 1 | | 20,436 | | 7 | 7 | 32 | 02/08/2019 | 1FE |
| 03065K-AB-7 | ABS - ACART-151-A2A | | 03/08/2016 | Direct | | 13,880 | 13,880 | 13,868 | 13,874 | | 1 | | 1 | | 13,875 | | 5 | 5 | 18 | 04/09/2018 | 1FE |

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|----------------------|---------------------------------|---------|---------------|--------------------------------|---------------------------|---------------|-----------|-------------|---|---|--|---|--------------------------------------|--|--|--|----------------------------------|-------------------------------|-------------------------------------|----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Market Indicator (a) |
| 07386H-JU-6.. | CMO/RMBS - BSALT-046-1A.. | | 03/25/2016.. | Direct..... | | 2,126 | 2,126 | 2,062 | 2,068 | | .0 | | .0 | | 2,068 | | .58 | .58 | .5 | .07/25/2034.. | 1FM.. |
| 07387J-AE-6.. | CMBS - BSCMS-06PR12-A4.. | | 03/11/2016.. | Direct..... | | 170,428 | 170,428 | 184,931 | 173,242 | | (845) | | (845) | | 172,397 | | (1,969) | (1,969) | 1,837 | .09/11/2038.. | 1FM.. |
| 07387J-AF-3.. | CMBS - BSCMS-06PR12-A1A.. | | 03/11/2016.. | Direct..... | | 28,436 | 28,436 | 30,253 | 28,886 | | (294) | | (294) | | 28,642 | | (206) | (206) | 333 | .09/11/2038.. | 1FM.. |
| 07388N-AE-6.. | CMBS - BSCMS-06TP24-A4.. | | 03/14/2016.. | Direct..... | | 19,805 | 19,805 | 20,229 | 20,189 | | (110) | | (110) | | 20,079 | | (275) | (275) | 275 | .10/12/2041.. | 1FM.. |
| 118230-AK-7.. | BUCKEYE PARTNERS LP.. | | 02/12/2016.. | SUNTRUST CAPITAL MARKETS, INC. | | 4,305 | 5,000 | 4,891 | 4,897 | | .2 | | .2 | | 4,899 | | (594) | (594) | 131 | .07/01/2023.. | 2FE.. |
| 120568-AU-4.. | BUNGE LIMITED FINANCE CORP. | R | 03/15/2016.. | Maturity..... | | 15,000 | 15,000 | 15,902 | 15,052 | | (52) | | (52) | | 15,000 | | | .0 | 308 | .03/15/2016.. | 2FE.. |
| 126189-AA-7.. | ABS - CPSART-15B-A..... | | 03/15/2016.. | Direct..... | | 18,427 | 18,427 | 18,427 | 18,427 | | .0 | | .0 | | 18,427 | | .0 | .0 | 52 | .11/15/2019.. | 1FE.. |
| 12632V-AA-0.. | ABS - CPSART-14C-A..... | | 03/15/2016.. | Direct..... | | 9,973 | 9,973 | 9,973 | 10,136 | | (14) | | (14) | | 10,123 | | (149) | (149) | 22 | .02/15/2019.. | 1FE.. |
| 13056R-AA-4.. | ABS - CRART-121-A..... | | 02/16/2016.. | Direct..... | | 5,758 | 5,758 | 5,770 | 5,760 | | .1 | | .1 | | 5,762 | | (4) | (4) | .8 | .08/15/2017.. | 1FE.. |
| 14178U-AA-8.. | ABS - CCAT-141-A..... | | 03/15/2016.. | Direct..... | | 1,709 | 1,709 | 1,709 | 1,730 | | (3) | | (3) | | 1,727 | | (18) | (18) | .4 | .12/17/2018.. | 1FE.. |
| 14366X-AA-4.. | ABS - CARNOW-151-A..... | | 03/15/2016.. | Direct..... | | 20,174 | 20,174 | 20,174 | 20,174 | | .5 | | .5 | | 20,179 | | (5) | (5) | .57 | .01/15/2020.. | 1FE.. |
| 17119Y-AB-3.. | ABS - CHRYSL-14B-A2..... | | 02/16/2016.. | Direct..... | | 6,600 | 6,600 | 6,599 | 6,600 | | .2 | | .2 | | 6,602 | | (1) | (1) | .5 | .09/15/2017.. | 1FE.. |
| 17275R-AC-6.. | CISCO SYSTEMS INC. | | 02/22/2016.. | Maturity..... | | 40,000 | 40,000 | 45,032 | 40,156 | | (156) | | (156) | | 40,000 | | .0 | .0 | 1,100 | .02/22/2016.. | 1FE.. |
| 173076-EB-0.. | CMO/RMBS - CMLT-04HYB2-1A | | 03/28/2016.. | Direct..... | | 446 | 446 | 424 | 416 | | .2 | | .2 | | 417 | | .28 | .28 | .2 | .03/25/2034.. | 1FM.. |
| 173076-MC-9.. | CMO/RMBS - CMLT-04HYB4-AA | | 03/28/2016.. | Direct..... | | 1,667 | 1,667 | 1,391 | 1,414 | | .1 | | .1 | | 1,416 | | .251 | .251 | .1 | .12/25/2034.. | 1FM.. |
| 20047Q-AE-5.. | CMBS - CMT-06C7-A4..... | | 03/10/2016.. | Direct..... | | 41,206 | 41,206 | 42,262 | 41,711 | | (132) | | (132) | | 41,580 | | (373) | (373) | 430 | .06/10/2046.. | 1FM.. |
| 20047R-AE-3.. | CMBS - CMT-07C9-A4..... | | 03/10/2016.. | Direct..... | | 28,990 | 28,990 | 32,016 | 30,455 | | (3) | | (3) | | 30,452 | | (1,462) | (1,462) | 305 | .12/10/2049.. | 1FM.. |
| 20173Q-AE-1.. | CMBS - GCCFC-07GG9-A4..... | | 03/10/2016.. | Direct..... | | 360 | 360 | 376 | 372 | | (1) | | (1) | | 370 | | (10) | (10) | .3 | .03/10/2039.. | 1FM.. |
| 20173V-AE-0.. | CMBS - GCCFC-07GG11-AA..... | | 03/10/2016.. | Direct..... | | 1,853 | 1,853 | 2,049 | 1,875 | | .4 | | .4 | | 1,973 | | (120) | (120) | .8 | .12/10/2049.. | 1FM.. |
| 205887-AF-9.. | ConAgra, Inc. | | 02/17/2016.. | Not Available..... | | 10,033 | 8,000 | 10,094 | 9,785 | | (17) | | (17) | | 9,768 | | 265 | 265 | 215 | .10/01/2026.. | 2FE.. |
| 22544Q-AE-9.. | CMBS - CSFBMS-07C3A-A4..... | | 02/18/2016.. | Direct..... | | 1,866 | 1,866 | 1,957 | 1,938 | | (5) | | (5) | | 1,934 | | (68) | (68) | 19 | .06/15/2039.. | 1FM.. |
| 22545D-AD-9.. | CMBS - CSFBMS-06C3-A3..... | | 03/17/2016.. | Direct..... | | 157,088 | 157,088 | 167,472 | 158,561 | | (638) | | (638) | | 157,923 | | (834) | (834) | 1,572 | .06/15/2038.. | 1FM.. |
| 22545L-AD-1.. | CMBS - CSFBMS-06C5-A3..... | | 03/17/2016.. | Direct..... | | 25,101 | 25,101 | 26,676 | 25,777 | | (81) | | (81) | | 25,696 | | (595) | (595) | 234 | .12/15/2039.. | 1FM.. |
| 23306D-AA-2.. | Trust..... | | 03/22/2016.. | Direct..... | | 61,646 | 61,646 | 61,777 | 61,731 | | (6) | | (6) | | 61,726 | | (79) | (79) | 151 | .12/18/2049.. | 1FE.. |
| 23340B-AA-4.. | ABS - DRVT-143-A..... | | 03/15/2016.. | Direct..... | | 10,027 | 10,027 | 10,027 | 10,030 | | .1 | | .1 | | 10,031 | | (3) | (3) | 16 | .04/16/2018.. | 1FE.. |
| 23340E-AA-8.. | ABS - DTAUTO-151-A..... | | 03/15/2016.. | Direct..... | | 48,391 | 48,391 | 48,346 | | | (1) | | (1) | | 48,345 | | 46 | 46 | 63 | .09/17/2018.. | 1FE.. |
| 24240V-AM-3.. | Dean Witter, Discover & Co..... | | 01/04/2016.. | Maturity..... | | 69,000 | 69,000 | 76,226 | 69,000 | | .0 | | .0 | | 69,000 | | | .0 | 2,329 | .01/01/2016.. | 1FE.. |
| 25459H-BF-1.. | DIRECTV HOLDINGS LLC..... | | 03/21/2016.. | Not Available..... | | 15,015 | 15,000 | 15,421 | 15,400 | | (13) | | (13) | | 15,388 | | (373) | (373) | 295 | .03/15/2022.. | 2FE.. |
| 25460C-AA-1.. | DIRECTV HOLDINGS LLC..... | | 03/21/2016.. | Not Available..... | | 3,003 | 3,000 | 2,979 | 2,981 | | .0 | | .0 | | 2,982 | | 21 | 21 | 81 | .01/15/2025.. | 2FE.. |
| 262074-AB-3.. | ABS - DRART-15A-A2..... | | 03/15/2016.. | Direct..... | | 19,771 | 19,771 | 19,770 | 19,770 | | .7 | | .7 | | 19,777 | | (7) | (7) | 29 | .11/15/2017.. | 1FE.. |
| 262074-AD-9.. | ABS - DRART-15A-A3..... | | 03/15/2016.. | Direct..... | | 32,064 | 32,064 | 32,078 | 32,072 | | (4) | | (4) | | 32,068 | | (4) | (4) | 115 | .07/16/2018.. | 1FE.. |
| 26875P-AH-4.. | EOG RESOURCES INC. | | 02/01/2016.. | Maturity..... | | 15,000 | 15,000 | 15,314 | 15,006 | | (6) | | (6) | | 15,000 | | .0 | .0 | 188 | .02/01/2016.. | 1FE.. |
| 30165Q-AA-8.. | ABS - EXETER-141-A..... | | 03/15/2016.. | Direct..... | | 4,772 | 4,772 | 4,771 | 4,795 | | (10) | | (10) | | 4,785 | | (14) | (14) | 10 | .05/15/2018.. | 1FE.. |
| 30165T-AA-2.. | ABS - EXETER-151-A..... | | 03/15/2016.. | Direct..... | | 6,017 | 6,017 | 6,016 | 6,016 | | .0 | | .0 | | 6,016 | | .0 | .0 | 16 | .06/17/2019.. | 1FE.. |
| 30165U-AA-9.. | ABS - EXETER-152-A..... | | 03/15/2016.. | Direct..... | | 8,953 | 8,953 | 8,953 | 8,953 | | .0 | | .0 | | 8,953 | | .1 | .1 | 23 | .11/15/2019.. | 1FE.. |
| 316773-CK-4.. | FIFTH THIRD BANCORP..... | | 01/25/2016.. | Maturity..... | | 25,000 | 25,000 | 25,716 | 25,011 | | (11) | | (11) | | 25,000 | | .0 | .0 | 453 | .01/25/2016.. | 2FE.. |
| 32057L-AA-6.. | ABS - FIAOT-161-A1..... | | 03/15/2016.. | Direct..... | | 2,477 | 2,477 | 2,477 | | | .0 | | .0 | | 2,477 | | .0 | .0 | 4 | .05/15/2020.. | 1FE.. |
| 32058D-AC-9.. | ABS - FIAOT-132-A2..... | | 03/15/2016.. | Direct..... | | 14,720 | 14,720 | 14,736 | 14,728 | | (1) | | (1) | | 14,726 | | (7) | (7) | 30 | .03/15/2019.. | 1FE.. |
| 32058F-AC-4.. | ABS - FIAOT-141-A2..... | | 01/15/2016.. | Direct..... | | 7,122 | 7,122 | 7,119 | 7,122 | | | | | | 7,122 | | .0 | .0 | 5 | .02/15/2018.. | 1FE.. |
| 32058F-AE-0.. | ABS - FIAOT-141-A3..... | | 03/15/2016.. | Direct..... | | 18,529 | 18,529 | 18,581 | 18,555 | | (3) | | (3) | | 18,553 | | (24) | (24) | 46 | .01/15/2020.. | 1FE.. |
| 32058G-AC-2.. | ABS - FIAOT-142-A2..... | | 03/15/2016.. | Direct..... | | 5,828 | 5,828 | 5,816 | 5,824 | | .1 | | .1 | | 5,825 | | .3 | .3 | 8 | .08/15/2018.. | 1FE.. |
| 32058H-AC-0.. | ABS - FIAOT 2014-3A A2..... | | 03/15/2016.. | Direct..... | | 7,265 | 7,265 | 7,265 | 7,265 | | .0 | | .0 | | 7,265 | | .0 | .0 | 13 | .11/15/2018.. | 1FE.. |
| 33766U-AA-6.. | CMBS - FKEYLT-15SFR1-A..... | | 02/09/2016.. | Direct..... | | 390 | 390 | 391 | 391 | | .0 | | .0 | | 391 | | (1) | (1) | .1 | .03/11/2047.. | 1FE.. |
| 33766U-AA-6.. | CMBS - FKEYLT-15SFR1-A..... | | 03/09/2016.. | Direct..... | | 224 | 224 | 225 | 224 | | .0 | | .0 | | 224 | | .0 | .0 | .1 | .03/11/2047.. | 1FE.. |
| 33843L-AA-3.. | ABS - FLCATO-153-A..... | | 03/15/2016.. | Direct..... | | 5,443 | 5,443 | 5,443 | 5,443 | | .0 | | .0 | | 5,443 | | .0 | .0 | 22 | .10/15/2020.. | 1FE.. |
| 34530E-AC-1.. | ABS - FCAOT-13B-A3..... | | 03/15/2016.. | Direct..... | | 6,371 | 6,371 | 6,343 | 6,359 | | .4 | | .4 | | 6,363 | | .7 | .7 | 6 | .10/15/2017.. | 1FE.. |
| 36164F-AA-0.. | RMBS - GCAT 2015-2 A1..... | | 03/28/2016.. | Direct..... | | 8,687 | 8,687 | 8,679</ | | | | | | | | | | | | | |

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|----------------------|--------------------------------------|---------------------------------|---------------|----------------------------------|---------------------------|---------------|-----------|-------------|---|---|--|---|--------------------------------------|--|--|--|----------------------------------|-------------------------------|--|----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | F o r e i g n | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Market Indicator (a) |
| 52108R-AE-2 | CMBS - LBUCMT-06C4-A4 | | 03/15/2016 | Direct | | 55,209 | 55,209 | 56,059 | 55,834 | | (269) | | (269) | | 55,578 | | (369) | (369) | 609 | 06/15/2036 | 1FM |
| 53079E-AW-4 | LIBERTY MUTUAL GROUP INC. | | 02/24/2016 | Keybank | | 16,182 | 15,000 | 16,268 | 16,030 | | (23) | | (23) | | 16,006 | | 176 | 176 | 243 | 05/01/2022 | 2FE |
| 55265K-2N-8 | 8A1 | | 03/25/2016 | Direct | | 8,838 | 8,838 | 9,253 | 9,186 | | 8 | | 8 | | 9,195 | | (356) | (356) | 57 | 12/25/2033 | 1FM |
| 55313K-AE-1 | CMBS - MLCFC-077-A4 | | 03/14/2016 | Direct | | 1,501 | 1,501 | 1,616 | 1,573 | | (3) | | (3) | | 1,569 | | (69) | (69) | 13 | 06/12/2050 | 1FM |
| 55608P-AA-2 | MACQUARIE BANK LTD | R | 03/18/2016 | MIZUHO SECURITIES USA INC | | 12,377 | 12,000 | 12,716 | 12,481 | | (94) | | (94) | | 12,387 | | (11) | (11) | 352 | 02/22/2017 | 1FE |
| 55616X-AL-7 | MACYS RETAIL HOLDINGS INC | | 03/15/2016 | Stifel Nicolaus & Co | | 7,624 | 8,000 | 7,992 | 7,993 | | 0 | | 0 | | 7,993 | | (369) | (369) | 86 | 06/01/2024 | 2FE |
| 565849-AL-0 | MARATHON OIL CORP | | 02/09/2016 | VARIOUS | | 10,588 | 15,000 | 13,503 | 13,522 | | 12 | | 12 | | 13,535 | | (2,947) | (2,947) | 106 | 06/01/2025 | 2FE |
| 57063A-AA-9 | ABS - MARKETPLACE LN TR SER 2015-0D3 | | 03/17/2016 | Direct | | 31,096 | 31,096 | 30,998 | 31,012 | | 6 | | 6 | | 31,019 | | 77 | 77 | 172 | 09/17/2017 | |
| 57063Q-AA-4 | ABS - MPLT 2015-0D2 A | | 03/17/2016 | Direct | | 33,571 | | 33,509 | 33,520 | | 3 | | 3 | | 33,524 | | 47 | 47 | 160 | 08/17/2017 | |
| 576433-UM-6 | CMO/RMBS - MAST-04AR13-3A7 | | 03/21/2016 | Direct | | 882 | 882 | 869 | 870 | | 0 | | 0 | | 870 | | 12 | 12 | 4 | 11/21/2034 | 1FM |
| 589929-2M-9 | CMO/RMBS - MLMIT-03F-A1 | | 03/28/2016 | Direct | | 3,184 | 3,184 | 3,084 | 3,091 | | 1 | | 1 | | 3,092 | | 92 | 92 | 5 | 10/25/2028 | 1FM |
| 59020U-BU-8 | CMO/RMBS - MLMI-04B-A1 | | 03/28/2016 | Direct | | 3,324 | 3,324 | 3,175 | 3,186 | | 8 | | 8 | | 3,195 | | 129 | 129 | 6 | 05/25/2029 | 1FM |
| 59023B-AE-4 | CMBS - MLMT-06C1-A4 | | 03/14/2016 | Direct | | 59,284 | 59,284 | 59,941 | 59,493 | | (33) | | (33) | | 59,460 | | (176) | (176) | 406 | 05/12/2039 | 1FM |
| 60689L-AC-9 | ABS - MMAFEF-13A-A3 | | 03/09/2016 | Direct | | 30,860 | 30,860 | 30,857 | 31,081 | | (19) | | (19) | | 31,063 | | (203) | (203) | 42 | 12/11/2017 | 1FE |
| 61750W-AS-2 | CMBS - MSC1-061Q12-A1A | | 03/15/2016 | Direct | | 148 | 148 | 154 | 152 | | 0 | | 0 | | 152 | | (4) | (4) | 1 | 12/15/2043 | 1FM |
| 64952W-BF-9 | NEW YORK LIFE GLOBAL FUNDING | | 03/09/2016 | DONALDSON LUFKIN & JENRETTE | | 20,112 | 20,000 | 19,984 | 19,995 | | 1 | | 1 | | 19,996 | | 116 | 116 | 109 | 05/15/2017 | 1FE |
| 655044-AK-1 | NOBLE ENERGY INC. | | 01/21/2016 | Not Available | | 4,060 | 4,000 | 4,040 | 4,038 | | 0 | | 0 | | 4,038 | | 22 | 22 | 50 | 05/01/2021 | 2FE |
| 655044-AL-9 | NOBLE ENERGY INC. | | 01/21/2016 | Not Available | | 6,060 | 6,000 | 6,066 | 6,064 | | 0 | | 0 | | 6,063 | | (3) | (3) | 49 | 06/01/2022 | 2FE |
| 65504L-AM-9 | NOBLE HOLDING | | | | | | | | | | | | | | | | | | | | |
| 65535H-AC-3 | INTERNATIONAL LTD | R | 03/01/2016 | Adjustment | | | | | | | | | | | | | | 0 | | 03/16/2018 | 4FE |
| 67134K-AA-1 | NOMURA HOLDINGS INC. | R | 01/19/2016 | Maturity | | 50,000 | 50,000 | 49,329 | 49,993 | | 38 | | 38 | | 50,000 | | 0 | 0 | 1,031 | 01/19/2016 | 2FE |
| 67134Q-AA-8 | RMBS - OHART-14NPL2-A1 | | 03/28/2016 | Direct | | 11,266 | 11,266 | 11,266 | 11,266 | | 7 | | 7 | | 11,266 | | 0 | 0 | 63 | 04/25/2054 | |
| 67134R-AA-6 | RMBS - OHART 2015-NPL1 A1 | | 03/28/2016 | Direct | | 9,169 | 9,169 | 9,169 | 9,169 | | 0 | | 0 | | 9,169 | | 0 | 0 | 59 | 01/25/2055 | |
| 67134R-AA-6 | RMBS - OHART-15NPL2-A | | 02/25/2016 | Direct | | 11,616 | 11,616 | 11,616 | 11,616 | | 0 | | 0 | | 11,616 | | 0 | 0 | 70 | 07/25/2055 | |
| 67134R-AA-6 | RMBS - OHART-15NPL2-A | | 03/28/2016 | Direct | | 1,707 | 1,707 | 1,707 | 1,707 | | 0 | | 0 | | 1,707 | | 0 | 0 | 16 | 07/25/2055 | |
| 693506-BF-3 | PPG INDUSTRIES INC. | | 01/15/2016 | Maturity | | 25,000 | 25,000 | 24,998 | 25,000 | | 0 | | 0 | | 25,000 | | 0 | 0 | 238 | 01/15/2016 | 1FE |
| 709599-AJ-3 | PENSKE TRUCK LEASING CO | | | | | | | | | | | | | | | | | | | | |
| 71647N-AF-6 | LP | | 03/15/2016 | Maturity | | 5,000 | 5,000 | 5,090 | 5,014 | | (14) | | (14) | | 5,000 | | 0 | 0 | 63 | 03/15/2016 | 2FE |
| 71647N-AF-6 | PETROBRAS GLOBAL FINANCE BV | R | 03/28/2016 | BARCLAYS BANK PLC, LONDON BRANCH | | 4,323 | 6,000 | 5,930 | 3,960 | 1,985 | 2 | | 1,987 | | 5,947 | | (1,624) | (1,624) | 95 | 05/20/2023 | 4FE |
| 71647N-AM-1 | PETROBRAS GLOBAL FINANCE BV | R | 03/21/2016 | VARIOUS | | 14,434 | 18,000 | 17,959 | 12,915 | 5,050 | 1 | | 5,050 | | 17,965 | | (3,531) | (3,531) | 579 | 03/17/2024 | 3FE |
| 71656L-BC-4 | PETROLEOS MEXICANOS | R | 03/28/2016 | Unknown | | 30,982 | 31,000 | 30,977 | 30,981 | | 1 | | 1 | | 30,982 | | 0 | 0 | 738 | 07/23/2020 | 2FE |
| 74113A-AC-0 | ABS - PART-141-A2 | | 03/15/2016 | Direct | | 11,111 | 11,111 | 11,109 | 11,110 | | 0 | | 0 | | 11,110 | | 1 | 1 | 18 | 03/15/2018 | 1FE |
| 74113E-AB-4 | ABS - PART 2015-1 A2 | | 03/15/2016 | Direct | | 17,616 | 17,616 | 17,585 | 17,585 | | 0 | | 0 | | 17,585 | | 31 | 31 | 25 | 02/15/2019 | 1FE |
| 74332W-AA-3 | ABS - PRORES-15SFR2-A | | 03/01/2016 | Direct | | 43 | 43 | 43 | 43 | | 0 | | 0 | | 43 | | 0 | 0 | 0 | 06/14/2032 | 1FE |
| 78010U-NX-1 | ROYAL BANK OF CANADA | I | 02/03/2016 | DAVIDSON (D.A.) & CO. INC | | 25,021 | 25,000 | 25,072 | 25,062 | | (6) | | (6) | | 25,056 | | (36) | (36) | 163 | 01/23/2017 | 1FE |
| 78459W-AA-9 | ABS - SNAAC-141-A | | 03/15/2016 | Direct | | 3,170 | 3,170 | 3,170 | 3,170 | | 0 | | 0 | | 3,170 | | 0 | 0 | 5 | 09/17/2018 | 1FE |
| 80283D-AD-3 | ABS - SDART-132-B | | 03/15/2016 | Direct | | 17,802 | 17,802 | 17,832 | 17,805 | | 6 | | 6 | | 17,810 | | (9) | (9) | 39 | 03/15/2018 | 1FE |
| 80283G-AD-6 | ABS - SDART-133-B | | 03/15/2016 | Direct | | 22,609 | 22,609 | 22,617 | 22,610 | | 6 | | 6 | | 22,616 | | (8) | (8) | 45 | 05/15/2018 | 1FE |
| 80283W-AD-1 | ABS - SDART-142-A3 | | 03/15/2016 | Direct | | 37,732 | 37,732 | 37,746 | 37,735 | | 7 | | 7 | | 37,741 | | (9) | (9) | 50 | 04/16/2018 | 1FE |
| 80283X-AD-9 | ABS - SDART-143-A3 | | 03/15/2016 | Direct | | 53,013 | 53,013 | 53,022 | 53,007 | | 16 | | 16 | | 53,023 | | (9) | (9) | 71 | 07/16/2018 | 1FE |
| 81744F-FJ-1 | CMO/RMBS - SEQMT-0411-A1 | | 03/21/2016 | Direct | | 2,933 | 2,933 | 2,779 | 2,780 | | 1 | | 1 | | 2,781 | | 152 | 152 | 6 | 12/20/2034 | 1FM |
| 850228-AC-1 | ABS - SPRCTL-14A-A | | 03/28/2016 | Direct | | 6,791 | 6,791 | 6,791 | 6,791 | | 0 | | 0 | | 6,791 | | 0 | 0 | 31 | 05/25/2023 | 1FE |
| 85172K-AA-6 | ABS - SPLFT-14A-A | | 03/15/2016 | Direct | | 4,783 | 4,783 | 4,782 | 4,793 | | (14) | | (14) | | 4,780 | | 4 | 4 | 29 | 12/15/2022 | 1FE |
| 857477-AH-6 | STATE STREET CORP | | 03/07/2016 | Maturity | | 50,000 | 50,000 | 49,839 | 49,994 | | 6 | | 6 | | 50,000 | | 0 | 0 | 719 | 03/07/2016 | 1FE |
| 86359L-AA-7 | CMO/RMBS - SAMI-03AR4-A1 | | 03/21/2016 | Direct | | 4,967 | 4,967 | 4,768 | 4,764 | | 2 | | 2 | | 4,766 | | 201 | 201 | 11 | 01/19/2034 | 1FM |
| 86777B-AA-3 | RMBS - SMLC 2014-NPL2 A | | 02/16/2016 | Direct | | 7,431 | 7,431 | 7,431 | 7,431 | | 0 | | 0 | | 7,431 | | 0 | 0 | 26 | 11/16/2044 | |
| 86777B-AA-3 | CMO/RMBS - SUNSET-14NPL2-A | | | | | | | | | | | | | | | | | | | | |
| 86777B-AA-3 | A | | 03/16/2016 | Direct | | 2,555 | 2,555 | 2,555 | 2,555 | | 0 | | 0 | | 2,555 | | 0 | 0 | 24 | 11/16/2044 | |
| 87425E-AL-7 | TALISMAN ENERGY INC. | R | 03/31/2016 | Not Available | | 20,600 | 20,000 | 24,780 | 22,851 | | (195) | | (195) | | 22,656 | | (2,056) | (2,056) | 517 | 06/01/2019 | 2FE |
| 883556-BD-3 | THERMO FISHER SCIENTIFIC INC. | | 03/01/2016 | Morgan Stanley | | 12,959 | 13,000 | 12,992 | 12,997 | | 0 | | 0 | | 12,998 | | (39) | (39) | 100 | 02/01/2017 | 2FE |
| 883556-BF-8 | THERMO FISHER SCIENTIFIC INC. | | 03/04/2016 | Morgan Stanley | | 9,317 | 9,000 | 8,976 | 8,980 | | 0 | | 0 | | 8,981 | | 337 | 337 | 226 | 02/01/2024 | 2FE |
| 89114Q-AZ-1 | TORONTO-DOMINION BANK | I | 03/01/2016 | DAVIDSON (D.A.) & CO. INC | | 4,003 | 4,000 | 4,000 | 4,000 | | 0 | | 0 | | 4,000 | | 3 | 3 | 24 | 03/13/2018 | 1FE |
| 89233P-4R-4 | TOYOTA MOTOR CREDIT CORPORATION | R | 01/11/2016 | Maturity | | 15,000 | 15,000 | 15,616 | 15,007 | | (7) | | (7) | | 15,000 | | 0 | 0 | 210 | 01/11/2016 | 1FE |
| 89233P-5E-2 | TOYOTA MOTOR CREDIT CORPORATION | R | 02/12/2016 | DAVIDSON (D.A.) & CO. INC | | 45,297 | 45,000 | 46,410 | 45,249 | | (45) | | (45) | | 45,203 | | 94 | 94 | 380 | 09/15/2016 | 1FE |
| 89236R-AC-3 | ABS - TART-13A-A3 | | 03/15/2016 | Direct | | 5,489 | 5,489 | 5,472 | 5,483 | | 3 | | 3 | | 5,486 | | 3 | 3 | 5 | 01/17/2017 | 1FE |
| 893830-AY-5 | TRANSOCEAN INC. | R | 03/18/2016 | IMPERIAL | | 2,820 | 4,000 | 4,512 | 2,760 | 1,601 | (15) | | 1,586 | | 4,346 | | (1,526) | (1,526) | 92 | 11/15/2020 | 3FE |
| 893830-BB-4 | TRANSOCEAN INC. | R | 03/01/2016 | Adjustment | | | | | | | 142 | | 142 | | | | 0 | 0 | 0 | 12/15/2021 | 3FE |
| 89789T-AA-4 | RMBS - TCMLT 2014-NPL1 A1 | | 03/28/2016 | Direct | | 10,579 | 10,579 | 10,565 | 10,571 | | 1 | | 1 | | 10,571 | | 7 | 7 | 60 | 07/25/2053 | |

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|---|------------------------------------|---------------------------------|-----------------------------|-------------------|---------------------------------|---------------|------------|--------------|--|--|--|---|--|---|--|---|--|-------------------------------------|--|---|--|
| | | F o r e i g n | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identifi- cation | Description | | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designa- tion or Market Indicator (a) |
| 90350C-AA-8... | RMBS - USOPTR-151-A..... | 02/29/2016.. | Direct..... | | 2,419 | 2,419 | 2,419 | 2,419 | | | | 0 | | 2,419 | | | | 0 | 10 | 01/29/2035.. | |
| 90350C-AA-8... | RMBS - USOPTR-151-A..... | 03/28/2016.. | Direct..... | | 1,428 | 1,428 | 1,428 | 1,428 | | | | 0 | | 1,428 | | | | 0 | 13 | 01/29/2035.. | |
| 907818-AZ-1... | Union Pacific Corporation..... | 02/01/2016.. | Maturity..... | | 40,000 | 40,000 | 47,538 | 40,142 | | (142) | | (142) | | 40,000 | | | | 0 | 1,400 | 02/01/2016.. | 1FE |
| 909319-AA-3... | UNITED AIRLINES INC..... | 02/16/2016.. | Direct..... | | 249 | 249 | 249 | 249 | | | | 0 | | 249 | | | | 0 | 5 | 02/15/2027.. | 1FE |
| 91827A-AJ-6... | ABS - VLTLLC-15NPL4-A1..... | 03/28/2016.. | Direct..... | | 4,259 | 4,259 | 4,254 | 4,257 | | 45 | | 45 | | 4,302 | | (43) | (43) | 24 | 02/25/2055.. | | |
| 91830H-AA-5... | RMBS - VLTLLC-14NPL7-A1..... | 02/25/2016.. | Direct..... | | 4,092 | 4,092 | 4,087 | 4,090 | | 0 | | 0 | | 4,090 | | 3 | 3 | 16 | 08/27/2057.. | | |
| 91830H-AA-5... | RMBS - VLTLLC-14NPL7-A1..... | 03/28/2016.. | Direct..... | | 2,217 | 2,217 | 2,215 | 2,216 | | 0 | | 0 | | 2,216 | | 1 | 1 | 19 | 08/27/2057.. | | |
| 91830J-AJ-2... | RMBS - VLTLLC-14NPL3-A1..... | 03/25/2016.. | Direct..... | | 6,081 | 6,081 | 6,074 | 6,012 | 62 | | | 62 | | 6,074 | | 7 | 7 | 32 | 02/25/2055.. | 5* | |
| 91830L-AJ-7... | RMBS - VLTLLC-15NPL8-A1..... | 02/25/2016.. | Direct..... | | 2,560 | 2,560 | 2,557 | 2,522 | 68 | | | 68 | | 2,596 | | (37) | (37) | 10 | 06/26/2045.. | 5* | |
| 91830L-AJ-7... | RMBS - VLTLLC-15NPL8-A1..... | 03/28/2016.. | Direct..... | | 1,709 | 1,709 | 1,707 | 1,684 | 45 | | | 45 | | 1,739 | | (30) | (30) | 15 | 06/26/2045.. | 5* | |
| 91830V-AA-4... | RMBS - VOLT 2015-NPL5 A1..... | 03/28/2016.. | Direct..... | | 5,265 | 5,265 | 5,259 | 5,173 | 90 | | | 90 | | 5,264 | | 1 | 1 | 30 | 03/25/2055.. | 5* | |
| 91830W-AA-2... | RMBS - VOLT 2015-NPL3 A1..... | 03/28/2016.. | Direct..... | | 5,756 | 5,756 | 5,750 | 5,752 | | 0 | | 0 | | 5,752 | | 4 | 4 | 32 | 10/25/2058.. | | |
| 92343V-CE-2... | INC..... | 02/24/2016.. | VARIOUS..... | | 90,972 | 91,000 | 90,955 | 90,977 | | 2 | | 2 | | 90,980 | | (8) | (8) | 261 | 06/09/2017.. | 2FE | |
| 92871F-AA-7... | RMBS - VLTLLC-35-A1..... | 03/28/2016.. | Direct..... | | 6,565 | 6,565 | 6,559 | 6,560 | | 0 | | 0 | | 6,560 | | 5 | 5 | 33 | 06/26/2045.. | | |
| 92871H-AA-3... | ABS - VOLT XXXIX LLC..... | 02/01/2016.. | Direct..... | | 2,186 | 2,186 | 2,184 | 2,184 | | | | 0 | | 2,184 | | 2 | 2 | 8 | 10/25/2045.. | | |
| 92871H-AA-3... | ABS - VLTLLC-15NP13-A1..... | 03/28/2016.. | Direct..... | | 838 | 838 | 837 | 837 | | 0 | | 0 | | 837 | | 1 | 1 | 2 | 10/25/2045.. | | |
| 92871K-AA-6... | ABS - VLTLLC-15NP14-A1..... | 03/28/2016.. | Direct..... | | 4,303 | 4,303 | 4,300 | 4,300 | | 0 | | 0 | | 4,300 | | 3 | 3 | 35 | 12/26/2045.. | | |
| 929766-QV-8... | CMBS - WBCMT-04C11-A5..... | 03/15/2016.. | Direct..... | | 229 | 229 | 246 | 237 | | 0 | | 0 | | 237 | | (8) | (8) | 2 | 01/15/2041.. | 1FM | |
| 92976B-FS-6... | CMBS - WBCMT-06C24-A1A..... | 01/15/2016.. | Direct..... | | 23,766 | 23,766 | 24,256 | 23,849 | | | | 0 | | 23,849 | | (83) | (83) | 110 | 03/15/2045.. | 1FM | |
| 92977Q-AD-0... | CMBS - WBCMT-06C27-A3..... | 03/15/2016.. | Direct..... | | 24,506 | 24,506 | 25,067 | 24,814 | (172) | | | (172) | | 24,750 | | (243) | (243) | 172 | 07/17/2045.. | 1FM | |
| 92978M-AE-6... | CMBS - WBCMT-06C28-A4..... | 03/17/2016.. | Direct..... | | 7,676 | 7,676 | 8,240 | 7,926 | (11) | | | (11) | | 7,915 | | (239) | (239) | 50 | 10/15/2048.. | 1FM | |
| 92978P-AF-6... | CMBS - WBCMT-06C29-A1A..... | 03/15/2016.. | Direct..... | | 101 | 101 | 104 | 104 | (1) | | | (1) | | 104 | | (3) | (3) | 1 | 11/15/2048.. | 1FM | |
| 947075-AF-4... | WEATHERFORD INTERNATIONAL LTD..... | 01/28/2016.. | Speer, Leeds & Kellogg..... | | 15,550 | 20,000 | 25,890 | 19,475 | 3,945 | (89) | | 3,856 | | 23,331 | | (7,781) | (7,781) | 807 | 03/01/2019.. | 3FE | |
| 94981R-AA-4... | CMO/RMBS - WFMBS-05AR3-1A1..... | 03/28/2016.. | Direct..... | | 1,610 | 1,610 | 1,634 | 1,628 | | 1 | | 1 | | 1,629 | | (20) | (20) | 7 | 03/25/2035.. | 1FM | |
| 94987L-AA-1... | A1..... | 03/29/2016.. | Direct..... | | 5,428 | 5,428 | 5,456 | 5,448 | | (53) | | (53) | | 5,417 | | 10 | 10 | (1,513) | 08/27/2037.. | 1FM | |
| 96041Y-AB-0... | ABS - WLAKE 2014-2A A2..... | 03/15/2016.. | Direct..... | | 10,281 | 10,281 | 10,281 | 10,281 | | 0 | | 0 | | 10,281 | | 0 | 0 | 17 | 10/16/2017.. | 1FE | |
| 96042C-AC-5... | ABS - WSTLK-152-A2A..... | 03/15/2016.. | Direct..... | | 19,638 | 19,638 | 19,601 | 19,607 | | 8 | | 8 | | 19,614 | | 24 | 24 | 50 | 07/16/2018.. | 1FE | |
| 984121-CK-7... | XEROX CORP..... | 02/02/2016.. | Dain Rauscher..... | | 4,545 | 5,000 | 4,977 | 4,981 | | 0 | | 0 | | 4,981 | | (436) | (436) | 59 | 09/01/2020.. | 2FE | |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | 2,673,616 | 2,685,098 | 2,771,606 | 2,624,846 | 12,846 | (2,835) | 0 | 10,011 | 0 | 2,704,406 | 0 | (30,790) | (30,790) | 24,681 | XXX | XXX | |
| 8399997 - Subtotals - Bonds - Part 4 | | | | | 5,914,022 | 5,923,932 | 6,026,098 | 5,874,753 | 12,846 | (3,482) | 0 | 9,364 | 0 | 5,956,621 | 0 | (42,599) | (42,599) | 32,467 | XXX | XXX | |
| 8399999 - Subtotals - Bonds | | | | | 5,914,022 | 5,923,932 | 6,026,098 | 5,874,753 | 12,846 | (3,482) | 0 | 9,364 | 0 | 5,956,621 | 0 | (42,599) | (42,599) | 32,467 | XXX | XXX | |
| Common Stocks - Parent, Subsidiaries, and Affiliates | | | | | | | | | | | | | | | | | | | | | |
| 42248#-10-0... | HealthPlus Insurance Company..... | 02/01/2016.. | Transfer to Trust..... | 60,000,000 | 5,807,903 | XXX | 5,665,820 | (12,972,595) | 142,083 | 0 | 0 | 142,083 | 0 | 5,807,903 | 0 | 0 | 0 | 0 | XXX | K | |
| 000000-00-0... | HealthPlus Partners, Inc..... | 02/01/2016.. | Transfer to Trust..... | 4,271,167,000 | 653,083 | XXX | (95,673) | 6,876,429 | (6,223,346) | 0 | 0 | (6,223,346) | 0 | 653,083 | 0 | 0 | 0 | 6,972,102 | XXX | K | |
| 9199999 - Common Stocks - Parent, Subsidiaries and Affiliates | | | | | 6,460,986 | XXX | 5,570,147 | (6,096,166) | (6,081,263) | 0 | 0 | (6,081,263) | 0 | 6,460,986 | 0 | 0 | 0 | 6,972,102 | XXX | XXX | |
| Common Stock - Mutual Funds | | | | | | | | | | | | | | | | | | | | | |
| 111994-90-1... | JP MORGAN CORE BOND FUND..... | 01/20/2016.. | Direct..... | 349,380 | 3,679 | XXX | 3,529 | 3,634 | (104) | 0 | 0 | (104) | 0 | 3,529 | 0 | 150 | 150 | 0 | XXX | L | |
| 4812C1-55-3... | JP MORGAN EQUITY INDEX FUND..... | 01/11/2016.. | JPM Mgmt Fund..... | 459,965 | 14,912 | XXX | 15,657 | 15,837 | (179) | 0 | 0 | (179) | 0 | 15,657 | 0 | (745) | (745) | 0 | XXX | L | |
| 9299999 - Common Stocks - Mutual Funds | | | | | 18,591 | XXX | 19,186 | 19,471 | (283) | 0 | 0 | (283) | 0 | 19,186 | 0 | (595) | (595) | 0 | XXX | XXX | |
| 9799997 - Subtotals - Common Stocks - Part 4 | | | | | 6,479,577 | XXX | 5,589,333 | (6,076,695) | (6,081,546) | 0 | 0 | (6,081,546) | 0 | 6,480,172 | 0 | (595) | (595) | 6,972,102 | XXX | XXX | |
| 9799999 - Subtotals - Common Stocks | | | | | 6,479,577 | XXX | 5,589,333 | (6,076,695) | (6,081,546) | 0 | 0 | (6,081,546) | 0 | 6,480,172 | 0 | (595) | (595) | 6,972,102 | XXX | XXX | |
| 9899999 - Subtotals - Preferred and Common Stocks | | | | | 6,479,577 | XXX | 5,589,333 | (6,076,695) | (6,081,546) | 0 | 0 | (6,081,546) | 0 | 6,480,172 | 0 | (595) | (595) | 6,972,102 | XXX | XXX | |
| 9999999 Totals | | | | | 12,393,599 | XXX | 11,615,432 | (201,943) | (6,068,700) | (3,482) | 0 | (6,072,182) | 0 | 12,436,793 | 0 | (43,194) | (43,194) | 7,004,569 | XXX | XXX | |

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

STATEMENT AS OF MARCH 31, 2016 OF THE Health Alliance Plan of Michigan

SCHEDULE E - PART 1 - CASH

[illegible]

SCHEDULE E - PART 2 - CASH EQUIVALENTS

| 1 Description | 2 Code | 3 Date Acquired | 4 Rate of Interest | 5 Maturity Date | 6 Book/Adjusted Carrying Value | 7 Amount of Interest Due & Accrued | 8 Amount Received During Year |
|------------------|-----------|-----------------------|--------------------------|-----------------------|--------------------------------------|--|-------------------------------------|
| NONE | | | | | | | |
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| | | | | | | | |
| | | | | | 8699999 Total Cash Equivalents | | |

| | | | |
|--------------------------------|---|---|---|
| 8699999 Total Cash Equivalents | 0 | 0 | 0 |
|--------------------------------|---|---|---|